


METHODS OF ACTIVATING A SERUM AND GLUCOCORTICOID
INDUCED PROTEIN KINASE

The present application is a national stage filing of PCT/GB99/04232, filed December 14, 1999, which claims priority to GB 9919679.8, filed August 18, 1999. The present application claims priority to US Provisional Application 60/112,217, filed December 14, 1998.

The present invention relates to screening methods for new drugs or lead compounds.

Protein kinase B (PKB) (also called c-Akt or RAC kinase) is believed to play a key role in mediating many of the metabolic actions of insulin, as well as the anti-apoptotic effects of survival factors such as insulin-like growth factor-1 (IGF-1) (reviewed in [1,2]). PKB is activated within a few minutes in response to insulin or survival factors *via* a phosphatidylinositol (PtdIns) 3-kinase dependent mechanism [3-5].

Activation results from the phosphorylation of Thr308 and Ser473, and the phosphorylation of both residues is prevented by inhibitors of PtdIns 3-kinase [6]. 3-phosphoinositide-dependent protein kinase-1 (PDK1) phosphorylates Thr308, which is located in the "activation loop" between subdomains VII and VIII of the catalytic domain, *in vitro* [7-9], and can be converted to a form that phosphorylates Ser473, which lies close to the C-terminus, as well as Thr308 upon interaction with a peptide corresponding to the C-terminal sequence of protein kinase C-related kinase-2 (PRK2) (Balendran *et al* (1999) *Curr. Biol.* 9, 393-404). However, whether Ser473 is phosphorylated *in vivo* by PDK1 remains to be established.

The activation of PKB by PDK1 *in vitro* only takes place in the presence of lipid vesicles containing PtdIns(3,4,5)P₃, the product of the PtdIns 3-kinase reaction, and results from the interaction of this "second messenger" with the pleckstrin homology (PH) domains of both PKB and PDK1 [9, 10].

PtdIns(3,4,5)P₃ is associated with the inner leaflet of the plasma membrane. The insulin or IGF-1 induced increase in PtdIns(3,4,5)P₃ is therefore accompanied by the recruitment of PKB from the cytosol to the plasma membrane where it becomes activated [12, 13]. Membrane
 5 recruitment appears to facilitate activation by PDK1 and PDK2 [12]. PDK1 binds to PtdIns(3,4,5)P₃ much more avidly than does PKB [10], and an interaction of PDK1 with the low levels of PtdIns(3,4,5)P₃ present under basal conditions may explain, at least in part, its constitutive association with the plasma membrane. Translocation of PDK1 from the
 10 cytosol to the plasma membrane in response to IGF-1 or PDGF may occur [14].

The amino acid sequence immediately C-terminal to Thr308 of PKB is similar to that found in other protein kinases that play important roles in
 15 signal transduction, such as p70 S6 kinase and protein kinase C (Fig 1). PDK1 activates p70 S6 kinase [15, 16], PKCδ and PKCζ [17, Chou *et al* (1998) *Curr Biol* 8, 1069-1077] *in vitro*, and in cotransfection experiments, by phosphorylating the residue equivalent to Thr308 of PKB. The activation of p70 S6 kinase by PDK1 *in vitro* is not affected by
 20 PtdIns(3,4,5)P₃.

Like PKB, p70 S6 kinase and PKC contain the proposed consensus sequence for phosphorylation by the protein kinase activity termed PDK2 (Phe-Xaa-Xaa-(Phe/Tyr)-(Ser/Thr)-(Phe/Tyr)) (SEQ. ID. NO:45), which is
 25 always located 160-165 residues C-terminal to the PDK1 phosphorylation site (Fig 1). These observations suggest that PDK1 and the protein kinase activity termed PDK2 may participate together in the activation of a number of protein kinases. A PDK2 activity has been characterised (Balendran *et al* (1999) *Curr. Biol.* 9, 393-404; UK patent application No

9906245.7 filed 19 March 1999 and Alessi *et al* US patent application filed 2 December 1999).

Serum and glucocorticoid-induced protein kinase (SGK) was originally
5 identified in a differential screen aimed at finding glucocorticoid-inducible
transcripts [18]. The levels of SGK mRNA and protein are both elevated
5-10 fold, with a half time of 30 min in Rat2 fibroblasts, following cell
stimulation with serum or glucocorticoids [19]. SGK is also induced in
response to other stimuli, such as follicle-stimulating hormone [20],
10 increased extracellular osmolarity [21], injury of the brain [22, 23] and by
transfection of mammary epithelial cells with p53 [24]. However, the
glucocorticoid-stimulated induction of SGK is suppressed by wild type p53
in Rat2 fibroblasts, but not by mutant p53 [25].

15 The structure of SGK is similar to PKB, but it lacks a PH domain. The
catalytic domain of SGK is 54% identical to PKB, 50% identical to p70 S6
kinase and 48% identical to PKC.

We demonstrate here that SGK is activated by IGF-1 or an oxidative stress
20 in 293 cells via a PtdIns 3-kinase-dependent pathway. Activation appears
to result from phosphorylation. Further, SGK possesses a threonine
residue at the position equivalent to Thr308 of PKB and a serine residue
equivalent to Ser473, and the sequences surrounding these residues are
consistent with an ability to be phosphorylated by PDK1 and a PDK2
25 activity (Fig. 1). Activation appears to result from phosphorylation of the
residues equivalent to Thr308 and Ser473, and the residue equivalent to
Thr308 is phosphorylated and SGK activated by PDK1 *in vitro*. SGK
preferentially phosphorylates serine and threonine residues that lie in an
Arg-Xaa-Arg-Xaa-Xaa-(Ser/Thr)- motif (SEQ. ID. NO:46), and

inactivates glycogen synthase kinase-3 (GSK3) at similar rates to PKB *in vitro*.

We further identify novel isoforms of SGK, termed SGK2 and SGK3, that are activated in a similar manner to the previously identified SGK [18] (herein termed SGK1). The catalytic domains of SGK2 and SGK3 share 80% amino acid sequence identity with each other and with SGK1.

10 A first aspect of the invention is a method of activating serum and glucocorticoid-induced protein kinase (SGK) wherein the SGK is phosphorylated. The SGK that is activated by the method may be partially or fully deactivated/dephosphorylated SGK.

15 A further aspect of the invention is a method of reducing the activity of SGK wherein the SGK is dephosphorylated. The SGK the activity of which is reduced may be partially or fully activated/phosphorylated SGK.

By “activating” is meant that the enzymatic activity of SGK is increased.
 20 By “reducing the activity” is meant that the enzymatic activity of SGK is reduced. The enzymatic activity that may be increased or reduced is protein kinase activity, preferably Serine/Threonine protein kinase activity ie the phosphorylation of a protein/polypeptide on one or more serine or threonine residues. The enzymatic activity may be increased or reduced
 25 by an alteration in the V_{max} or the K_m (or both) of the SGK for a particular substrate. For example, activity may be increased by an increased V_{max} or decreased K_m . It will be appreciated that it may not be necessary to determine the value of either V_{max} or K_m in order to determine whether the

SGK has been activated or deactivated. It will be appreciated that dephosphorylated (deactivated) SGK may retain some enzymatic activity.

Activity may be measured as the amount of a substrate phosphorylated in a given time; a change of activity may therefore be detected as a change in the amount of substrate (for example, at a single concentration) that is phosphorylated in a given time, as described in Example 1. The substrate may be a polypeptide comprising the consensus sequence Arg-X-(X/Arg)-X-X-(Ser/Thr)-Z (SEQ. ID. NO:46) where X indicates any amino acid, X/Arg indicates any amino acid, with a preference for arginine, and Z indicates that the amino acid residue is preferably a hydrophobic residue. An example of such a polypeptide is the peptide Crosstide (GRPRTSSFAEG) (SEQ. ID. NO: 30). The underlined residue may be phosphorylated by the said protein kinase. Other examples of polypeptides that may be substrates of SGK are shown in Table 1 and Table 2. Glycogen synthase kinase-3 (GSK3) may be a substrate of SGK, as discussed in Example 1.

It will be appreciated that if the SGK is already phosphorylated, further phosphorylation may not be possible and/or may not lead to further activation. Further, if the SGK is already partially dephosphorylated, then further dephosphorylation may not be possible and/or may not lead to further deactivation.

It will further be appreciated that SGK isolated from cells (either as an endogenous or recombinant polypeptide) may be heterogeneous with regard to its phosphorylation/activation state. For example, fully activated/phosphorylated, fully deactivated/dephosphorylated and/or

partially activated/phosphorylated molecules of SGK may be present in a single cell or group/culture of cells.

It is preferred that the activity is increased or decreased, as appropriate,
 5 by at least 2, preferably 5, 10, 15, 20, 25, 30 or 50-fold.

By serum and glucocorticoid-induced protein kinase (SGK) is included a polypeptide, preferably a protein kinase, encoded by I.M.A.G.E Consortium clone ID 42669 (which comprises a full-length cDNA from a
 10 human infant brain library identified as encoding human serum and glucocorticoid-induced protein kinase). The term serum and glucocorticoid-induced protein kinase is well known to those skilled in the art (see, for example, references 18 to 25). The amino acid sequence of human serum and glucocorticoid-induced protein kinase (herein termed
 15 SGK1) may have the Genbank accession reference Y10032. The amino acid sequence of rat serum and glucocorticoid-induced protein kinase may have the Genbank accession reference L01624. Nematode (*Caenorhabditis elegans*) serum and glucocorticoid-induced protein kinase may be encoded by a portion of the 26 kb fragment from chromosome 3
 20 genomic DNA with the accession number 281140.

By serum and glucocorticoid-induced protein kinase (SGK) is further included a polypeptide (termed SGK2) having the amino acid sequence
 (SEQ. ID. NO:1)

25 MNSSPAGTPSPQPSRANGNINLGPSANPNAQPTDFDFLKVIGKGNYGKVLLAKRK
 SDGAFYAVKVLQKKSILKKKEQSHIMAERSVLLKNVRHPFLVGLRYSFQTPEKLY
 FVLVDYVNGGELFFHLQRERRFLEPRARFYAAEVASAIGYLHSLNIIYRDLKPENI
 LLDCQGHVVLTDGFLCKEGVEPEDTTSTFCGTPEYLAPEVLRKEPYDRAVDWWCL
 30 GAVLYEMLHGLPPFYSDQVSQMYENILHQPLQIPGGRTVAACDLLQSLHDKDQRQ
 RLGSKADFLEIKNHVFFSPINWDDLYHKRLTPPFNPNVTGPADLKHFDPEFTQEA
 VKSIGCTPDTVASSSGASSAFLGFSYAPEDDDILDC

or

(SEQ. ID. NO:8)

MQGLLTSGRKPSGGGRCTGRGGWRGQWCLKPWMGGADPPTPTLSCLLLPVPPELP
 DHCYRMNSSPAGTPSPQPSRANGNINLGPSANPNAQPTDFDFLKVIGKGNYGKVL
 LAKRKSDGAFYAVKVLQKKSILKKKEQSHIMAERSVLLKNVRHPFLVGLRYSFQT
 5 PEKLYFVL DYVNGGELFFHLQRRERFLEPRARFYAAEVASAIGYLHSLNIIYRDL
 KPENILLDCQGHVVLTDGFLCKEGVEPEDTTSTFCGTPEYLAPEVLRKEPYDRAV
 DWWCLGAVLYEMLHGLPPFYSDVSQMYENILHQPLQIPGGRTVAACDLLQSL LH
 KDQRQLGSKADFLEIKNHVFFSPINWDDLYHKRLTPPFNPNVTGPADLKHFDPE
 10 FTQEAVSKSIGCTPDTVASSSGASSAFLGFSYAPEDDDILDC

or

(SEQ. ID. NO:3)

MASSPVGVSPSPQPSRANGNINLGPSANPNARPTDFDFLKVIGKGNYGKVLLAKRK
 SDGAFYAVKVLQKKSILKNKEQNHIMAERNVLLKNVRHPFLVGLRYSFQTPEKLY
 15 FVL DYVNGGELFFHLQRRERFLEPRARFYTAEVASAIGYLHSLNIIYRDLKPENI
 LLDCQGHVVLTDGFLCKECVEPEETTSTFCGTPEYLAPEVLRKEPYDRAVDWWCL
 GAVLYEMLHGLPPFFNTDVAQMYENILHQPLQIPGGRTVAACDLLQGLLHKDQRQ
 RLGSKEDFLDIKNHMFSPINWDDLYHKRLTPPFNPNVEGPADLKHFDPEFTQEA
 20 VSKSIGCTPDTVASSSGASSAFLGFSYAQDDDDILDS

The first sequence is that of human SGK2 α , the second that of human
 SGK2 β and the ~~second~~ third sequence is that of mouse SGK2. SGK2 β has
 an N-terminal 60 amino acids that are not present in SGK α .

25 By serum and glucocorticoid-induced protein kinase (SGK) is still further
 included a polypeptide (termed SGK3) having the amino acid sequence

(SEQ. ID. NO:4)

MALKIPAKRIFGDNFDPDFIKQRRAGLNEFIQNLVRYPELYNHPDVRAFLQMDSP
 KHQSDPSEDEDERSSQKLHSTSQNINLGPSGNPHAKPTDFDFLKVIGKGSFGKVL
 30 LAKRKLDGKFYAVKVLQKKIVLNRKEQKHIMAERNVLLKNVKHPFLVGLHYSFQT
 TEKLYFVLDFVNGGELFFHLQRRERSFPEHRARFYAAEIASALGYLHSIKIVYRDL
 KPENILLDSVGHVVLTDGFLCKEGIAISDTTTTFCGTPEYLAPEVIRKQPYDNTV
 DWWCLGAVLYEMLYGLPPFYCRDVAEMYDNILHKPLSLRPGVSLTAW SILEELLE
 KDRQNRLGAKEDFLEIQNHPPFFESLSWADLVQKKIPPPFNPNVAGPDDIRNFDTA
 35 FTEETVPYSVCVSSDYSIVNASVLEADDAFVGFSYAPPSIDLFL

An alignment of the sequences of SGK1, 2, 3 and mouse SGK2 is shown
 in Figure 13.

40 A further aspect of the invention provides a substantially pure polypeptide
 comprising the amino acid sequence **(SEQ. ID. NO:1)**

MNSSPAGTPSPQPSRANGNINLGPSANPNAQPTDFDFLKVIGKGNYGKVLLAKRK
 SDGAFYAVKVLQKKSILKKKEQSHIMAERSVLLKNVRHPFLVGLRYSFQTPEKLY

FVLDYVNGGELFFHLQRRERFLEPRARFYAAEVASAIGYLHSLNIIYRDLKPENI
 LLDCQGHVVLTDFGLCKEGVEPEDTTSTFCGTPEYLAPEVLRKEPYDRAVDWWCL
 GAVLYEMLHGLPPFYSDVSQMYENILHQPLQIPGGRTVAACDLLQSLHDKDQRO
 RLGSKADFLEIKNHVFFSPINWDDLYHKRLTPPFNPNVTGPADLKHFDPEFTQEA
 5 VSKSIGCTPDTVASSSGASSAFLGFSYAPEDDDILDC

or

(SEQ. ID. NO:8)

10 MQGLLTSGRKPSGGGRCTGRGGWRGQWCLKPVMGGADPPTPTLSCLLLPVPPPELP
 DHCYRMNSSPAGTPSPQPSRANGNINLGPSANPNAQPTDFDFLKVIGKGNYGKVL
 LAKRKSDGAFYAVKVLQKKSILKKKEQSHIMAERSVLLKNVRHPFLVGLRYSFQT
 PEKLYFVLDYVNGGELFFHLQRRERFLEPRARFYAAEVASAIGYLHSLNIIYRDL
 KPENILLDCQGHVVLTDFGLCKEGVEPEDTTSTFCGTPEYLAPEVLRKEPYDRAV
 DWWCLGAVLYEMLHGLPPFYSDVSQMYENILHQPLQIPGGRTVAACDLLQSLH
 15 KDQQRQLGSKADFLEIKNHVFFSPINWDDLYHKRLTPPFNPNVTGPADLKHFDPE
 FTQEA VSKSIGCTPDTVASSSGASSAFLGFSYAPEDDDILDC

or

(SEQ. ID. NO:3)

20 MASSPVGVPSQPSRANGNINLGPSANPNARPTDFDFLKVIGKGNYGKVLAKRK
 SDGAFYAVKVLQKKSILKNKEQNHIMAERNVLLKNVRHPFLVGLRYSFQTPEKLY
 FVLDYVNGGELFFHLQRRERFLEPRARFYTAEVASAIGYLHSLNIIYRDLKPENI
 LLDCQGHVVLTDFGLCKEVEPEETTSTFCGTPEYLAPEVLRKEPYDRAVDWWCL
 GAVLYEMLHGLPPFFNTDVAQMYENILHQPLQIPGGRTVAACDLLQGLLHDKDQRO
 25 RLGSKEDFLDIKNHMFSPINWDDLYHKRLTPPFNPNVEGPADLKHFDPEFTQEA
 VSKSIGCTPDTVASSSGASSAFLGFSYAQDDDDILDS

or

(SEQ. ID. NO:4)

30 MALKIPAKRIFGDNFDPDFIKQRRAGLNEFIQNLVRYPELYNHPDVRAFLQMDSP
 KHQSDPSEDEDERSSQKLHSTSQNINLGPSGNPHAKPTDFDFLKVIGKGSFGKVL
 LAKRKLDGKFYAVKVLQKKIVLNRKEQKHIMAERNVLLKNVKHPFLVGLHYSFQT
 TEKLYFVLDYVNGGELFFHLQRRERSFPEHRARFYAAEIASALGYLHSIKIVYRDL
 KPENILLDSVGHVVLTDFGLCKEGIAISDTTTTFCGTPEYLAPEVIRKQPYDNTV
 35 DWWCLGAVLYEMLYGLPPFYCRDVAEMYDNILHKPLSLRPGVSLTAWSEELLE
 KDRQNRLGAKEDFLEIQNHFFESLSWADLVQKKIPPPFNPNVAGPDDIRNFDTA
 FTEETVPYSVCVSSDYSIVNASVLEADDAFVGFSYAPPSDDLFL

or a variant, fragment, fusion or derivative thereof, or a fusion of a said
 40 variant or fragment or derivative. The said variant, fragment, fusion or
 derivative thereof is preferably a protein kinase, more preferably a protein
 kinase that is capable of phosphorylating a polypeptide comprising the
 consensus Arg-X-(X/Arg)-X-X-(Ser/Thr)-Z (SEQ. ID. NO:47) , as
 discussed further below, and is not SGK1, PKB α , PKC δ , PKC ξ , p70 S6
 45 kinase, MSK1 or MSK2 or a fragment or fusion thereof. The

polypeptides whose amino acid sequences are shown above are considered to be serum and glucocorticoid-induced protein kinases. The SGK2 mRNA is present at highest levels in liver, kidney and pancreas and is also present in the brain, whereas levels of mRNA encoding SGK1 and SGK3
5 are similar in all tissues tested (see Example 5).

By "substantially pure" we mean that the said polypeptide is substantially free of other proteins. Thus, we include any composition that includes at least 30% of the protein content by weight as the said polypeptide,
10 preferably at least 50%, more preferably at least 70%, still more preferably at least 90% and most preferably at least 95% of the protein content is the said polypeptide.

Thus, the invention also includes compositions comprising the said
15 polypeptide and a contaminant wherein the contaminant comprises less than 70% of the composition by weight, preferably less than 50% of the composition, more preferably less than 30% of the composition, still more preferably less than 10% of the composition and most preferably less than 5% of the composition by weight.

20

The invention also includes the substantially pure said polypeptide when combined with other components *ex vivo*, said other components not being all of the components found in the cell in which said polypeptide is found.

25 SGK, for example the activated or deactivated SGK obtained or obtainable by the above methods of the invention, may be useful, for example in screening methods, such as those set out below. Thus, it will be appreciated that the term SGK as used herein includes a polypeptide comprising an amino acid sequence given above for SGK2 or SGK3 or the

amino acid sequence of the polypeptide, preferably a protein kinase, encoded by I.M.A.G.E Consortium clone ID 42669, or a variant, fragment, fusion or derivative thereof, or a fusion of a said variant or fragment or derivative, wherein the said polypeptide is a protein kinase.

- 5 It is preferred that the said polypeptide is a protein kinase that is capable of phosphorylating a polypeptide comprising the consensus Arg-X-(X/Arg)-X-X-(Ser/Thr)-Z (SEQ. ID. NO:47) where X indicates any amino acid, X/Arg indicates any amino acid, with a preference for arginine, and Z indicates that the amino acid residue is preferably a hydrophobic
- 10 residue. An example of such a polypeptide is Crosstide (GRPRTSSFAEG) (SEQ. ID. NO:30). The underlined residue may be phosphorylated by the said protein kinase. Other examples of polypeptides that may be phosphorylated by the said protein kinase are shown in Table 1 and may include GSK3, as discussed in Example 1. As
- 15 discussed in Example 5, serine 279 of SGK2 lies in a sequence conforming to the consensus sequence for phosphorylation by SGK and PKB. SGK2 may therefore be capable of being phosphorylated by the said protein kinase, for example SGK2. It will be appreciated that the said protein kinase is not PKB (for example, PKB α), p70 S6 kinase, protein
- 20 kinase C (for example, PKC δ or PKC ζ), MAPKAP kinase-1 (Leighton *et al* (1995) *FEBS Lett* **375**, 289-293) or MSK1 or MSK2 (see, for example, UK patent applications 9817303.2, filed 10 August 1998 and 9813467.9, filed 24 June 1998). As discussed in Example 5, SGK3, for example, may also be capable of phosphorylating a serine residue equivalent to
- 25 serine 77 or serine 79 of full-length human SGK3.

It will be appreciated that a said polypeptide may be useful, for example in some of the screening assays as set out below, even if it does not possess protein kinase activity as defined above. It will further be appreciated that

the phosphorylation of such a polypeptide may be detected by means described herein other than by detecting a change in enzymatic, in particular protein kinase, activity of the polypeptide.

- 5 It is preferred that the SGK comprises an amino acid sequence corresponding to the consensus sequence B-T-F-C-G-T-(P/I)-(D/E)-Y-(L/I/M)-A-P-E (SEQ. ID. NO:48), where B is a basic residue, the consensus sequence for phosphorylation of a polypeptide by PDK1, and/or the consensus sequence Phe-Xaa-Xaa-(Phe/Tyr)-(Ser/Thr)-(Phe/Tyr) 10 (SEQ. ID. NO:45), the consensus sequence proposed for phosphorylation of a polypeptide by PDK2 protein kinase activity. Preferably both consensus sequences are present. Alternatively, the Ser/Thr in either consensus sequence may be replaced by an aspartate or glutamate (ie acidic) residue; it is preferred that only one such consensus sequence in a 15 polypeptide is replaced in this way. It is preferred that the Ser/Thr in the consensus sequence for phosphorylation by PDK1 is not replaced in this way; as described in Example 1, replacement of Thr256 to Asp in human SGK1 may abolish activation of SGK.
- 20 By “variants” of the polypeptide we include insertions, deletions and substitutions, either conservative or non-conservative. In particular we include variants of the polypeptide where such changes do not substantially alter the activity of the said protein kinase.
- 25 By “conservative substitutions” is intended combinations such as Gly, Ala; Val, Ile, Leu; Asp, Glu; Asn, Gln; Ser, Thr; Lys, Arg; and Phe, Tyr.

It is particularly preferred if the SGK variant has an amino acid sequence which has at least 65% identity with the amino acid sequence of the polypeptide, preferably a protein kinase, encoded by I.M.A.G.E Consortium clone ID 42669, more preferably at least 70%, 71%, 72%,
5 73% or 74%, still more preferably at least 75%, yet still more preferably at least 80%, in further preference at least 85%, in still further preference at least 90% and most preferably at least 95% or 97% identity with the amino acid sequence encoded by I.M.A.G.E Consortium clone ID 42669.

10 It is particularly preferred that a SGK2 or SGK3 variant has an amino acid sequence which has at least 65% identity with the amino acid sequence of SGK2 or SGK3, as appropriate, indicated above, more preferably at least 70%, 71%, 72%, 73% or 74%, still more preferably at least 75%, yet still more preferably at least 80%, in further preference at least 85%, in
15 still further preference at least 90% and most preferably at least 95% or 97% identity with the amino acid sequence of SGK2 or SGK3 indicated above.

It is still further preferred if the SGK variant has an amino acid sequence
20 which has at least 65% identity with the amino acid sequence of the catalytic domain of the polypeptide, preferably a protein kinase, encoded by I.M.A.G.E Consortium clone ID 42669, more preferably at least 70%, 71%, 72%, 73% or 74%, still more preferably at least 75%, yet still more preferably at least 80%, in further preference at least 83 or 85%, in still
25 further preference at least 90% and most preferably at least 95% or 97% identity with the amino acid sequence defined above.

It is still further preferred that a SGK2 or SGK3 variant has an amino acid sequence which has at least 65% identity with the amino acid sequence of

the catalytic domain of an SGK2 or SGK3 polypeptide whose sequence is indicated above, as appropriate, more preferably at least 70%, 71%, 72%, 73% or 74%, still more preferably at least 75%, yet still more preferably at least 80%, in further preference at least 83 or 85%, in still further
5 preference at least 90% and most preferably at least 95% or 97% identity with the SGK2 or SGK3 amino acid sequence defined above.

It will be appreciated that the catalytic domain of a protein kinase-related polypeptide may be readily identified by a person skilled in the art, for
10 example using sequence comparisons as described below, and as described in relation to SGK in, for example, Webster *et al* (1993) *Mol Cell Biol* 13(4), 2031-2040. For example, as discussed in Example 5, the amino acid sequences of the three SGK isoforms are about 80 % identical to one another in the catalytic domain, while the short C-terminal non-catalytic
15 domains are less similar (44-68 % identity). The N-terminal 85 residues that precede the catalytic domain are much less similar. In this region there is only about 25% identity between SGK1 and SGK3 and almost no identity between SGK2 and the other isoforms (Fig 13).

20

The percent sequence identity between two polypeptides may be determined using suitable computer programs, for example the GAP program of the University of Wisconsin Genetic Computing Group and it will be appreciated that percent identity is calculated in relation to
25 polypeptides whose sequence has been aligned optimally.

The alignment may alternatively be carried out using the Clustal W program (Thompson *et al.*, 1994). The parameters used may be as follows:

Fast pairwise alignment parameters: K-tuple(word) size; 1, window size; 5, gap penalty; 3, number of top diagonals; 5. Scoring method: x percent. Multiple alignment parameters: gap open penalty; 10, gap extension penalty; 0.05.

5 Scoring matrix: BLOSUM.

It will be appreciated that SGK2 and SGK3, as defined above by their amino acid sequence, are examples of SGK variants as defined above.

10 It is preferred that the SGK is a polypeptide which consists of the amino acid sequence of the protein kinase encoded by I.M.A.G.E Consortium clone ID 42669, or SGK2 or SGK3, the amino acid sequences of which are given above, or naturally occurring allelic variants (including splice variants) thereof.

15

It is also preferred that the SGK is one of the following:

(1) a polypeptide encoded by I.M.A.G.E Consortium clone ID 42669 (SGK1) or SGK2 or SGK3 as defined above lacking the amino acids equivalent to the N-terminal 60 amino acids of full-length human SGK1
20 (for example Δ N-SKG(61-431) as described in Example 1 or SGK2 α as described in Example 5 and shown in Figure 13)

(2) full-length SGK or SGK lacking the N-terminal 60 amino acids, as described above, in which the residue equivalent to serine 422 of full-length SGK1 is replaced by aspartate or glutamate (preferably aspartate)
25 and/or the residue equivalent to threonine 256 of full-length SGK1 is replaced by aspartate or glutamate or alanine

(3) a fusion polypeptide of glutathione-S-transferase (GST) and any of the variants of SGK described above, for example a fusion protein comprising the GST encoded by the GST sequence of the plasmid pEBG2T, as known

to those skilled in the art. Examples include GST- Δ N-SGK[S422D], as described in Example 1.

It will be appreciated that SGK in which the residue equivalent to
5 threonine 256 of full-length SGK1 is replaced, for example by an alanine,
glutamate or aspartate residue, may not be capable of being significantly
activated by phosphorylation and may therefore be less preferred than
some other SGKs for use in the screening methods of the invention. Thus,
GST-SGK[T256D], GST-SGK[T256E], GST-SGK[T256A], as described
10 in Example 1, may not be capable of being significantly activated by
phosphorylation and may therefore be less preferred than some other
SGKs for use in the screening methods of the invention.

As discussed in Example 5, the residue equivalent to serine 422 of SGK1
15 in SGK2 α is serine 356 and in SGK3 is serine 419. The residue
equivalent to threonine 256 of SGK1 in SGK2 α is threonine 193 and in
SGK3 is threonine 253.

It will further be appreciated that SGK in which the residue equivalent to
20 serine 422 of full-length SGK1 is replaced by an amino acid residue other
than glutamate or aspartate (ie an acidic residue) or a residue that may be
phosphorylated, for example by an alanine residue, may not be capable of
being activated by phosphorylation or may be less capable of being
activated by phosphorylation than SGK in which the said residue
25 equivalent to serine 422 is not so replaced.

It will be appreciated that a mutated SGK which does not have any protein
kinase activity ("kinase dead" mutant) may be phosphorylated in a similar
manner to SGK that does have protein kinase activity, but that no change

in protein kinase activity may be discernible. Such a mutated SGK may be SGK in which the residue equivalent to lysine 127 of full-length SGK1 (which may lie in the ATP binding site) is replaced by alanine, as described in Example 1.

5

SGK (as defined above) may be phosphorylated by phosphatidylinositol dependent kinase 1 (PDK1), or a variant, fragment, fusion or derivative thereof, or a fusion of a said variant, fragment or derivative. The term PDK1 is well known to those skilled in the art (see, for example, references 7 to 9) and includes, in particular, PDK1 as described and expressed in reference 9 and in co-pending application PCT/GB98/00777. It is preferred that the said variant, fragment, fusion or derivative of PDK1, or a fusion of a said variant, fragment or derivative is a protein kinase, preferably a protein kinase capable of phosphorylating a polypeptide comprising an amino acid sequence corresponding to the consensus sequence B-T-F-C-G-T-(P/I)-(D/E)-Y-(L/I/M)-A-P-E (SEQ. ID. NO:48). Such variants of PDK1 may be functional equivalents of PDK1 and include Pkh1 and Pkh2 from *Saccharomyces cerevisiae* as described in the US patent application entitled "Screening Methods" filed on the same day as this application.

SGK may be dephosphorylated by a serine/threonine protein phosphatase, for example PP1 (Berndt *et al* (1987) *FEBS Lett* **223**, 340-346), PP2C (Mann *et al* (1992) *Biochem et Biophys Acta* **1130**, 100-104 or protein phosphorylase 2A (PP2A; da Cruz E Silva (1987) *FEBS Lett* **221**, 415-422) or a variant, fragment, fusion or derivative any thereof, or a fusion of a said variant, fragment or derivative. PP1, PP2C or PP2A or a variant, fragment, fusion or derivative any thereof, or a fusion of a said variant, fragment or derivative is capable of dephosphorylating

phosphorylase *a*. The terms PP1, PP2C, PP2A and phosphorylase *a* are well known to those skilled in the art. PP2A may be inactivated by microcystin-LR at 1 μ M.

- 5 A further aspect of the invention is the use of a serine/threonine protein phosphatase, for example PP1, PP2C, PP2A or a variant, fragment, fusion or derivative any thereof, or a fusion of a said variant, fragment or derivative (as defined above) in a method of deactivating and/or dephosphorylating SGK. The SGK may be phosphorylated SGK, as
10 discussed above.

A still further aspect of the invention is the use of a protein kinase, preferably PDK1 or a variant, fragment, fusion or derivative thereof, or a fusion of a said variant, fragment or derivative (as defined above) in a
15 method of activating and/or phosphorylating SGK. The SGK may be dephosphorylated SGK, as discussed above.

A further aspect of the invention is a method of activating SGK (as defined above) wherein SGK is phosphorylated on the residue equivalent to
20 Thr256 of full-length human SGK1. SGK (for example full-length human SGK and Δ N-SGK(61-431), may be phosphorylated on the residue equivalent to Thr 256 of full-length human SGK1 by PDK1. SGK may be activated by phosphorylation on this residue, as described in Example 1 and Example 5. It will be appreciated that SGK in which the residue
25 equivalent to serine 422 of full-length SGK1 is replaced by an acidic residue, for example glutamate or aspartate, may be more readily phosphorylated and/or activated than SGK in which the said residue equivalent to serine 422 is not so replaced. For example, recombinant SGK in which the residue equivalent to serine 422 of full-length SGK1 is

replaced by an acidic residue, for example glutamate or aspartate, may be substantially phosphorylated on the residue equivalent to Thr256 of full-length human SGK1 when expressed in a eukaryotic, preferably mammalian, cell. Such recombinant SGK may be useful in screening
5 assays in which activated SGK is required, as discussed further below.

It will be appreciated that a protein kinase capable of phosphorylating SGK on the residue equivalent to Thr256 of full-length human SGK1 may be identified by determining whether any particular protein kinase is
10 capable of activating SGK and/or determining what, if any residue of SGK may be phosphorylated by the said particular protein kinase, for example as described in Example 1.

By “residue equivalent to Thr256 of full-length human SGK1”, for
15 example, is included the meaning that the amino acid residue that occupies a position in the native three dimensional structure of a protein kinase corresponding to the position occupied by Thr 256 in the native three dimensional structure of human full-length SGK1. It will be appreciated that Thr256 of human full-length SGK1 is located in the “activation loop”
20 between subdomains VII and VIII of the catalytic domain.

Protein kinases show a conserved catalytic core, as reviewed in Johnson *et al* (1996) *Cell*, **85**, 149-158 and Taylor & Radzio-Andzelm (1994) *Structure* **2**, 345-355. This core folds into a small N-terminal lobe largely
25 comprising anti-parallel β -sheet, and a large C-terminal lobe which is mostly α -helical.

The residue equivalent to, for example, Thr 256 of full-length human SGK1 may be identified by alignment of the sequence of the polypeptide

with that of full-length human SGK1 in such a way as to maximise the match between the sequences. The alignment may be carried out by visual inspection and/or by the use of suitable computer programs, for example the GAP program of the University of Wisconsin Genetic Computing
5 Group, which will also allow the percent identity of the polypeptides to be calculated. The Align program (Pearson (1994) in: *Methods in Molecular Biology, Computer Analysis of Sequence Data, Part II* (Griffin, AM and Griffin, HG eds) pp 365-389, Humana Press, Clifton). Thus, residues identified in this manner are also “equivalent residues”.

10

It will be appreciated that in the case of truncated forms of SGK or in forms where simple replacements of amino acids have occurred it is facile to identify the “equivalent residue”.

15 The sequence for human SGK1 is given, for example, in Webster *et al* (1993) *Mol cell Biol* 13(4), 2031-2040.

It will be appreciated that identification of the residue equivalent to Thr 256, for example, may depend on the alignment of surrounding conserved
20 residues.

A further aspect of the invention is a method of activating SGK (as defined above) wherein SGK is phosphorylated on the residue equivalent to Ser422 of full-length human SGK. SGK (for example full-length human SGK and
25 ΔN-SGK(61-431), may be phosphorylated on the residue equivalent to Ser 422 of full-length human SGK1 by a preparation containing PDK2 activity. SGK may be activated by phosphorylation on this residue, as described in Example 1. The method may be performed in a cell, for example a mammalian cell that is stimulated by, for example, IGF-1

and/or hydrogen peroxide. The method may comprise culturing a host cell comprising a recombinant polynucleotide or a replicable vector which encodes SGK, stimulating the cell, for example with IGF-1 and/or hydrogen peroxide and isolating said polypeptide from said host cell.

- 5 Methods of cultivating host cells and isolating recombinant proteins are well known in the art.

The residue equivalent to Ser422 or other residue of full-length human SGK1 may be identified by methods analagous to those described above
10 for the residue equivalent to Thr256 of full-length human SGK1. Ser422 of human full-length SGK1 lies towards the C-terminus of the polypeptide.

A preparation containing PDK2 activity may phosphorylate polypeptides comprising an amino acid sequence corresponding to the consensus
15 sequence Phe-Xaa-Xaa-Phe/Tyr-Ser/Thr-Phe/Tyr (SEQ. ID. NO:45).

SGK may be phosphorylated on the residue equivalent to Ser422 of full-length human SGK1, for example *in vitro*, by a protein kinase that may not have the physiological characteristics of PDK2 or may not require the
20 consensus sequence thought to be required by PDK2. Thus, *in vitro*, SGK may be phosphorylated by a protein kinase that may not phosphorylate SGK in a physiologically relevant manner *in vivo* and may not correspond to an activity identified as PDK2. This may be analagous to the phosphorylation *in vitro* of PKB α on the site equivalent to Ser422 of SGK
25 (Ser473) by MAPKAP Kinase-2 (Alessi *et al* (1996) *EMBO J* **15**, 6541-6551). MAPKAP Kinase-2 does not require the consensus sequence identified as required by PDK2.

It will be appreciated that a protein kinase that is capable of phosphorylating the residue equivalent to Ser422 of full-length human SGK1 may be identified by methods similar to those described above and in Example 1 for identifying a protein kinase that may phosphorylate the
5 residue equivalent to Thr256 of full-length human SGK1.

The phosphorylation of SGK may be PtdIns(3,4,5)P₃ dependent. In particular, the phosphorylation of the residue equivalent to Ser422, for example by a preparation containing PDK2 activity, may be
10 PtdIns(3,4,5)P₃ dependent. Thus, *in vivo*, the phosphorylation of the residue equivalent to Ser422 may be dependent upon the activity of PtdIns 3-kinase.

The phosphorylation of SGK on the residue equivalent to Thr256 of full-length human SGK1 may be dependent upon the phosphorylation of the
15 residue equivalent to Ser 422 of full-length human SGK1. Alternatively, if serine 422 is replaced by an aspartate residue, as described in Examples 1 and 5, then the phosphorylation of the residue equivalent to Thr256, for example by PDK1, may be potentiated. Thus, the phosphorylation of
20 Thr256 may require that (or be enhanced if) the residue equivalent to Ser422 is phosphorylated or is replaced by an aspartate residue.

As discussed in Example 5, SGK2 may be phosphorylated at residues Ser279 and/or Ser334. Ser279 may be phosphorylated by SGK, for
25 example SGK2, or PKB. It may be necessary for the SGK, for example SGK2, or PKB to be activated, for example by phosphorylation by PDK1. Ser334 may be phosphorylated by PDK1. SGK3 may be phosphorylated at residues Ser77 and/or Ser79. These residues may be phosphorylated by SGK, for example SGK3, or PKB. It may be necessary for the SGK, for

example SGK3, or PKB to be activated, for example by phosphorylation by PDK1 but phosphorylation of Ser77 and Ser79 of SGK3 may take place in the absence of phosphorylation by PDK1.

- 5 A further aspect of the invention is a fusion polypeptide of SGK or a variant, fragment or derivative thereof. The fusion polypeptide may comprise, for example, a fragment of SGK or variant or derivative thereof wherein the residues equivalent to the N-terminal about 20, 30, 40, 50 or 60 amino acids of human full-length SGK1 are deleted. The fusion
- 10 polypeptide may further comprise glutathione-S-transferase. The glutathione-S-transferase may be fused to the N-terminus or C-terminus of SGK or the said fragment variant or derivative thereof; preferably it is fused to the N-terminus, for example as shown in Examples 1 and 5.
- 15 It is particularly preferred that the fusion polypeptide has at least 5%, 10%, 15%, 20%, 25% or 30% of the enzyme activity of SGK, for example SGK1, with respect to the phosphorylation of Crosstide (GRPRTSSFAEG (SEQ. ID. NO:30); see Example 1). It is more preferred if the fusion polypeptide has at least 50%, preferably at least
- 20 70% and more preferably at least 90% of the enzyme activity of SGK with respect to the phosphorylation of Crosstide. It is preferred that the fusion polypeptide comprises the residue equivalent to Thr256 and/or the residue equivalent to Ser 422 of full-length human SGK1. It will be appreciated that a fusion polypeptide with low enzymic activity may be useful in
- 25 applications including high throughput screening, for example if it is expressed in high amounts or may be easily purified or stored. However, it will be appreciated that fusion polypeptides which are devoid of enzymatic activity may nevertheless also be useful, for example by interacting with another polypeptide, or as antigens in raising antibodies,

or the phosphorylation of such variants or fusions or derivatives or fragments may be measured. It will be appreciated that fusions of PKB α , PKC δ , PKC ξ , p70 S6 kinase, MSK1 and MSK2 are not polypeptides of the invention, unless they include all or part of SGK.

5

A further aspect of the invention is a polypeptide comprising the amino acid sequence of human SGK or a fragment, variant, derivative or fusion thereof wherein the residue equivalent to serine 422 of full-length human SGK1 is replaced (for example by an aspartate, glutamate or alanine residue) and/or the residue equivalent to threonine 256 of full-length human SGK1 is replaced (for example by an alanine residue), and/or the residue equivalent to lysine 127 of full-length human SGK1 is replaced (for example by an alanine residue). The residue equivalent to lysine 127 of full-length human SGK1 may be identified in a manner analogous to that described above for the residue equivalent to serine 422, and may lie in the ATP binding site. The residue equivalent to serine 422 of full-length human SGK1 may be replaced by a residue that is capable of carrying a negative charge (for example an aspartate or glutamate residue), which may mimic the effect of phosphorylation of serine 422. Alternatively, the residue equivalent to serine 422 of full-length human SGK1 may be replaced by a residue, for example alanine, that cannot be phosphorylated and is not capable of carrying a negative charge, and preferably is of a similar bulk to serine or threonine. The residue equivalent to threonine 256 of full-length human SGK1 may similarly be replaced by a residue that is capable of carrying a negative charge (for example an aspartate or glutamate residue), or by a residue, for example alanine, that cannot be phosphorylated and is not capable of carrying a negative charge and preferably is of a similar bulk to serine or threonine. The residue equivalent to lysine 127 of full-length human SGK1 may be

replaced by a residue that is not capable of carrying a positive charge, for example an alanine residue.

It is preferred that the residue equivalent to serine 422 of full-length human SGK1 is replaced by an aspartate residue and the residues equivalent to threonine 256 and lysine 127 of the full-length human SGK1 are unmutated, ie are threonine and lysine respectively. It is further preferred that the amino acids equivalent to the N-terminal 20, 30, 40, 50 or 60 amino acids of full-length human SGK1 are not present, ie are deleted in relation to SGK1, SGK2 β or SGK3. It will be appreciated that human SGK2 α does not have an amino acid sequence equivalent to the N-terminal 60 amino acids of full-length human SGK1. It will further be appreciated that this may have the consequence that the interaction with a cellular component may not be the same for human SGK2 α as for other SGKs, for example SGK1, SGK2 β or SGK3.

SGK2 is capable of being phosphorylated at Ser279 and Ser334, as well as Thr193. Thus, it may alternatively or additionally be preferred that the residue equivalent to Ser279 and/or Ser334 of full length SGK2 is replaced by a residue that is capable of carrying a negative charge (for example an aspartate or glutamate residue), or by a residue, for example alanine, that cannot be phosphorylated and is not capable of carrying a negative charge and preferably is of a similar bulk to serine or threonine.

SGK3 is capable of being phosphorylated at Ser77 and Ser79. Thus, it may alternatively or additionally be preferred that the residue equivalent to Ser77 and/or Ser79 of full length SGK3 is replaced by a residue that is capable of carrying a negative charge (for example an aspartate or

glutamate residue), or by a residue, for example alanine, that cannot be phosphorylated and is not capable of carrying a negative charge and preferably is of a similar bulk to serine or threonine.

- 5 It will be appreciated that phosphorylation of SGK2 at Ser279 and/or Ser334 or phosphorylation of SGK3 at Ser77 and/or Ser79 may modulate the activity or, for example, the cellular location of SGK2 or SGK3.

10 It will be appreciated that a polypeptide comprising the amino acid sequence of human SGK or a fragment, variant, derivative or fusion thereof wherein the residue equivalent to threonine 256 of full-length human SGK1 is replaced by an alanine residue, and/or the residue equivalent to lysine 127 of full-length human SGK1 is replaced by an alanine residue may not be capable of being activated by phosphorylation
15 and/or may be devoid of protein kinase activity, respectively, and therefore may not be useful in screening methods of the invention.

A further aspect of the invention is a polynucleotide encoding a polypeptide of the invention, for example encoding SGK2 or SGK3 or
20 encoding a variant or fragment or derivative or fusion of said SGK2 or SGK3 or a fusion of a said variant or fragment or derivative. Preferences and exclusions for the said polynucleotide variant are the same as in the first aspect of the invention, except that the following Expressed Sequence Tags (ESTs) are also excluded:

- 25 The polynucleotide may be a recombinant polynucleotide. The following Expressed Sequence Tags (ESTs) are excluded:

AA130828 (IMAGE Consortium, St Louis, MO, USA); AI386362; AA790370; AA138663; AA219166 (related to SGK2)

AA219166 (related to SGK3).

All ESTs are identified by the Genbank accession number, as described in Examples 1 and 5.

5

The polynucleotide may be a vector suitable for replication and/or expression of the polypeptide in a mammalian/eukaryotic cell.

A still further aspect of the invention is a recombinant polynucleotide
10 suitable for expressing a polypeptide of the invention. It is not considered that any of the ESTs listed above are polynucleotides as defined above; however, for the avoidance of doubt, the ESTs excluded above are further excluded from this aspect of the invention.

15 The polynucleotide or recombinant polynucleotide may be DNA or RNA, preferably DNA. The polynucleotide may or may not contain introns in the coding sequence; preferably the polynucleotide is or comprises a cDNA.

20 In one preferred embodiment the polynucleotide comprises the nucleotide sequence (SEQ. ID. NO:7)

GAAGAGGGCAGAGCCGTGCATGGGGCTGCTCCCCAGGACCTGAGCAGGAACCTGG
AGTTTTTCAGAGCTGCCTGATCATTGCTACAGAATGAACTCTAGCCCAGCTGGGAC
CCCAAGTCCACAGCCCTCCAGGGCCAATGGGAACATCAACCTGGGGCCTTCAGCC
25 AACCCAAATGCCCAGCCCACGGACTTCGACTTCCTCAAAGTCATCGGCAAAGGGA
ACTACGGGAAGGTCCTACTGGCCAAGCGCAAGTCTGATGGGGCGTTCTATGCAGT
GAAGGTACTACAGAAAAAGTCCATCTTAAAGAAAGAGCAGAGCCACATCATG
GCAGAGCGCAGTGTGCTTCTGAAGAACGTGCGGCACCCCTTCCTCGTGGGCCTGC
GCTACTCCTTCCAGACACCTGAGAAGCTCTACTTCGTGCTCGACTATGTCAACGG
30 GGGAGAGCTCTTCTTCCACCTGCAGCGGGAGCGCCGGTTCCTGGAGCCCCGGGCC
AGGTTCTACGCTGCTGAGGTGGCCAGCGCCATTGGCTACCTGCACTCCCTCAACA
TCATTTACAGGGATCTGAAACCAGAGAACATTCTCTTGGACTGCCAGGGACACGT
GGTGCTGACGGATTTTGGCCTCTGCAAGGAAGGTGTAGAGCCTGAAGACACCACA
TCCACATTCTGTGGTACCCCTGAGTACTTGGCACCTGAAGTGCTTCGGAAAGAGC
35 CTTATGATCGAGCAGTGGACTGGTGGTGCTTGGGGGCAGTCCTCTACGAGATGCT
CCATGGCCTGCCGCCCTTCTACAGCCAAGATGTATCCCAGATGTATGAGAACATT

CTGCACCAGCCGCTACAGATCCCCGGAGGCCGGACAGTGGCCGCCTGTGACCTCC
 TGCAAAGCCTTCTCCACAAGGACCAGAGGCAGCGGCTGGGCTCCAAAGCAGACTT
 TCTTGAGATTAAGAACCATGTATTCTTCAGCCCCATAAACTGGGATGACCTGTAC
 CACAAGAGGCTAACTCCACCCTTCAACCCAAATGTGACAGGACCTGCTGACTTGA
 5 AGCATTTTGACCCAGAGTTCACCCAGGAAGCTGTGTCCAAGTCCATTGGCTGTAC
 CCCTGACACTGTGGCCAGCAGCTCTGGGGCCTCAAGTGCATTCCCTGGGATTTTCT
 TATGCGCCAGAGGATGATGACATCTTGATTGCTAGAAAGAGAAGGACCTGTGAAA
 CTACTGAGGCCAGCTGGTATTAGTAAGGAATTACCTTCAGCTGCTAGGAAGAGCG
 ACTCAAATAACAATGGCTTCAACGAGAAGCAGGTTTATTTTTTCCAGCACATAA
 10 AAGAAAAATAATGTTTTCGGAGTCCAGGACTGGCAGGACAGGTCATCAGATACTCA
 GAGGCTGTATCTCTGCCCTGCCAACCTTGACAAATGGCTTCCAATGTTAGGTTTG
 CTACAAGATGGTTACTGGAGCTCTAGCTGCCTATTTTGTGTTTAGGGAAGGGAAA
 ATGGAGGAAAGGGGAGAAGAGCAAAGGGCGCTTTTAAAGAGCTTTCCCAAAGCT
 CCCCCAATGACTTTTGCTTCCATCTCACTAACCACCCACCCCTACCTGGAATGG
 15 AGGCTGGGAAATGTGGCTTATTTGCTGGGTACGTGACTATCCCTAATAACAAAGG
 GGTTTTGACCCTAAGACATTAGGGGAGAATGTTGGGTAGGCAGCCAGCCCTCTTT
 TACCATAGGGCCTCCTGGTGTGTTGGATTTTGATCTCAATGTGTAAAATGACAGAG
 ATGTAACAAGCTCATAGGGTATCAATATCTCTTATTGTTCTATGTTGAAAAAAA
 AAAAAAAAAAAAAAAAAA
 20 or
 (SEQ. ID. NO:5)
 ATGGGTTTCAGACTTTATGCCCTGAAAAGATCCTTCCAGCCCTGGCCATCTTGGAC
 TTCTGGAGCTACCCTGGCTCACAGGGGTCTTGTTGCCCTGGGTGTCCCCAGTTCT
 TGAAAAGAATCAGCCTGGGAGGGGCCACACCCTGACCATCCCCCTTTATCCCTTC
 25 TGAGATGTTTGTAGGAAGTCTGGGTCCAGGGGATATCATTTCTTGTTCCATCCA
 TGCAGGGGTTGCTTACCTCGGGTAGGAAACCTCAGGCGGTGGCAGGTGCACAGG
 TAGGGGAGGATGGAGAGGGCAGTGGTGCCTGAAGCCCTGGATGGGCGGAGCTGAC
 CCCCCAACCAACTCTATCATGCCTGCTCCTCCCTGTCCCCCAGAGCTGCCTG
 ATCATTGCTACAGAATGAACTCTAGCCCAGCTGGGACCCCAAGTCCACAGCCCTC
 30 CAGGGCCAATGGGAACATCAACCTGGGGCCTTCAGCCAACCCAAATGCCAGCCC
 ACGGACTTCGACTTCCTCAAAGTCATCGGCAAAGGGAAGTACGGGAAGGTCTTAC
 TGGCCAAGCGCAAGTCTGATGGGGCGTTCTATGCAGTGAAGGTACTACAGAAAAA
 GTCCATCTTAAAGAAGAAAGAGCAGAGCCACATCATGGCAGAGCGCAGTGTGCTT
 CTGAAGAACGTGCGGCACCCCTTCCTCGTGGGCCTGCGCTACTCCTTCAGACAC
 35 CTGAGAAGCTCTACTTCGTGCTCGACTATGTCAACGGGGGAGAGCTCTTCTTCCA
 CCTGCAGCGGGAGCGCCGGTTCTTGAGCCCCGGGCCAGGTTCTACGCTGCTGAG
 GTGGCCAGCGCCATTGGCTACCTGCACTCCCTCAACATCATTTACAGGGATCTGA
 AACCAGAGAACATTCTCTTGGACTGCCAGGGACACGTGGTGTGACGGATTTTGG
 CCTCTGCAAGGAAGGTGTAGAGCCTGAAGACACCACATCCACATTCTGTGGTACC
 40 CCTGAGTACTTGGCACCTGAAGTGCTTCGGAAAGAGCCTTATGATCGAGCAGTGG
 ACTGGTGGTGCTTGGGGGCAGTCCTCTACGAGATGCTCCATGGCCTGCCGCCCTT
 CTACAGCCAAGATGTATCCCAGATGTATGAGAACATTCTGCACCAGCCGCTACAG
 ATCCCCGGAGGCCGGACAGTGGCCGCCTGTGACCTCCTGCAAAGCCTTCTCCACA
 AGGACCAGAGGCAGCGGCTGGGCTCCAAAGCAGACTTTCTTGAGATTAAGAACCA
 45 TGTATTCTTCAGCCCCATAAACTGGGATGACCTGTACCACAAGAGGCTAACTCCA
 CCCTTCAACCCAAATGTGACAGGACCTGCTGACTTGAAGCATTTTGACCCAGAGT
 TCACCCAGGAAGCTGTGTCCAAGTCCATTGGCTGTACCCCTGACACTGTGGCCAG
 CAGCTCTGGGGCCTCAAGTGCATTCCCTGGGATTTTCTTATGCGCCAGAGGATGAT
 GACATCTTGGATTGCTAGAAAGAGAAGGACCTGTGAAACTACTGAGGCCAGCTGGT
 50 ATTAGTAAGGAATTACCTTCAGCTGCTAGGAAGAGCGACTCAAATAACAATGGC
 TTCAACGAGAAGCAGGTTTATTTTTTCCAGCACATAAAAGAAAAATAATGTTTCG
 GAGTCCAGGACTGGCAGGACAGGTCATCAGATACTCAGAGGCTGTATCTCTGCC

TGCCAACCTTGACAAATGGCTTCCAATGTTAGGTTTGCTACAAGATGGTTACTGG
 AGCTCTAGCTGCCTATTTTGTGTTTAGGGAAGGGAAAATGGAGGAAAGGGGAGAA
 GAGCAAAGGGCGCTTTTAAAGAGCTTTCCCAAAGCTCCCCCAATGACTTTTGC
 TTCCATCTCACTAACCACCCACCCCTACCTGGAATGGAGGCTGGGAAATGTGGCT
 5 TATTTGCTGGGTACGTGACTATCCCTAATAACAAAGGGGTTTGGACCCTAAGACA
 TTAGGGGAGAATGTTGGGTAGGCAGCCAGCCCTCTTTTACCATAGGGCCTCCTGG
 TGTGGGATTTTGTATCTCAATGTGTAAAATGACAGAGATGTAACAAGCTCATAGG
 GTATCAATATCTCTTATTGTTCTATGTTGAAAAAAAAAAAAAAAAAAAAAAAAAAAA
 A

- 10 or a variant, fragment, fusion or derivative thereof. The first nucleotide
 sequence encodes SGK2 α and the second encodes SGK2 β . The nucleotide
 sequences are shown in Figure 1 together with the translations of the
 relevant open reading frames.

15

In another preferred embodiment the polynucleotide comprises the
 nucleotide sequence (SEQ. ID. NO:6)

GGTGTGCTCTTGAGGGATTAAATGCAAAGAGATCACACCATGGACTACAAG
 GAAAGCTGCCCAAGTGTAAGCATTCCCAGCTCCGATGAACACAGAGAGAGAAA
 20 AAGAAGAGGTTTACTGTTTATAAAGTTCTGGTTTCAGTGGGAAGAAGTGAA
 TGGTTTGTCTTCAGGAGATATGCAGAGTTTGATAAACTTTATAACACTTTA
 AAAAAACAGTTTCCTGCTATGGCCCTGAAGATTCCTGCCAAGAGAATATTT
 GGTGATAATTTTGTATCCAGATTTTATTAAACAAAGACGAGCAGGACTAAAC
 GAATTCATTCAGAACCTAGTTAGGTATCCAGAACTTTATAACCATCCAGAT
 25 GTCAGAGCATTCCTTCAAATGGACAGTCCAAAACACCAGTCAGATCCATCT
 GAAGATGAGGATGAAAGAAGTTCTCAGAAGCTACACTCTACCTCACAGAAC
 ATCAACCTGGGACCGTCTGGAAATCCTCATGCCAAACCAACTGACTTTGAT
 TTCTTAAAGTTATTGAAAAGGCAGCTTTGGCAAGGTTCTTCTTGCAAAA
 CGGAAACTGGATGGAAAATTTTATGCTGTCAAAGTGTTACAGAAAAAATA
 30 GTTCTCAACAGAAAAGAGCAAAAACATATTATGGCTGAACGTAATGTGCTC
 TTGAAAAATGTGAAACATCCGTTTTTGGTTGGATTGCATTATTCCTTCCAA
 ACAACTGAAAAGCTTTATTTTGTCTGGATTTTGTTAATGGAGGGGAGCTT
 TTTTCCACTTACAAAGAGAACGGTCCTTTCCTGAGCACAGAGCTAGGTTT
 TACGCTGCTGAAATTGCTAGTGCATTGGGTTACTTACATTCCATCAAATA
 35 GTATACAGAGACTTGAAACCAGAAAATATTCTTTTGGATTTCAGTAGGACAT
 GTTGTCTTAACAGATTTTGGGCTTTGTAAAGAAGGAATTGCTATTTCTGAC
 ACCACTACCACATTTTGTGGGACACCAGAGTATCTTGCACCTGAAGTAATT
 AGAAAACAGCCCTATGACAATACTGTAGATTGGTGGTGCCTTGGGGCTGTT
 CTGTATGAAATGCTGTATGGATTGCCTCCTTTTATTGCCGAGATGTTGCT
 40 GAAATGTATGACAATATCCTTCACAAACCCCTAAGTTTGAGGCCAGGAGTG
 AGTCTTACAGCCTGGTCCATTCTGGAAGAACTCCTAGAAAAAGACAGGCAA
 AATCGACTTGGTGCCAAGGAAGACTTCTTGAAATTCAGAATCATCCTTTT
 TTTGAATCACTCAGCTGGGCTGACCTTGTACAAAAGAAGATTCACCACCA
 TTTAATCCTAATGTGGCTGGACCAGATGATATCAGAACTTTGACACAGCA
 45 TTTACAGAAGAAACAGTTCCATATTCTGTGTGTGTATCTTCTGACTATTCT

ATAGTGAATGCCAGTGTATTGGAGGCAGATGATGCATTCGTTGGTTTCTCT
 TATGCACCTCCTTCAGAAGACTTATTTTTGTGAGCAGTTTGCCATTCAGAA
 ACCATTGAGCAAAATAAGTCTATAGATGGGACTGAAACTTCTATTTGTGTGA
 ATATATTCAAATATGTATAACTAGTGCCTCATTTTTATATGTAATGATGAAACT
 5 ATGAAAAAATGTATTTTCTTCTATGTGCAAGAAAAATAGGGCATTTCAAAGAGCT
 GTTTTGATTAAATTTATATTCTTGTTTAATAAGCTTATTTTAAACAATTTAAA
 AGCTATTATTCTTAGCATTAACCTATTTTAAAGAAACCTTTTTTGCTATTGACT
 GTTTTTTCCCTCTAAGTTTACACTAACATCTACCCAAGATAGACTGTTTTTTAAC
 AGTCAATTTTCAGTTCAGCTAACATATATTAATACCTTTGTAACCTTTGCTATGG
 10 CTTTTGTTATCACACCAAAACTATGCAATTGGTACATGGTTGTTTAAGAAGAAAC
 CGTATTTTTCCATGATAAATCACTGTTTGAAATATTTGGTTCATGGTATGATCGA
 AATGTAAAAGCATAATTAACACATTGGCTGCTAGTTAACAATTGGAATAACTTTA
 TTCTGCAGATCATTTAAGAAGTAACAGGCCGGGCGCGGTGGCTCACGCCTGTAAT
 15 CCCAGCACTTTGGGAGGCTGAGGCGGGCAGATCACCTGAGGTCAGGAGTTGGAGA
 CCAGCCTGACCAACATGGACAAACCCCGTCTCTACTAAAAATACAAAATTGGCAG
 GGTGTGGTGGCACATGCCTATAATCCCAGCTACTTGGGAGGCTAAGGCAGGAGAA
 TCGCTTGAACCCGGGAGGCGGAGGTTGCAGTGAGCCGAGATCGCACCATTGCACT
 CCTGCCTGGGCAACAAGAGTGAACTCCATCTCCAAAAAAAAAAAAAAAAAAAA
 or a variant, fragment, fusion or derivative thereof. The nucleotide
 20 sequence encodes SGK3 and is shown in Figure 2 together with the
 translation of the relevant open reading frame.

Site-directed mutagenesis or other techniques can be employed to create
 single or multiple mutations, such as replacements, insertions, deletions,
 25 and transpositions, as described in Botstein and Shortle, [Strategies and
 Applications of *In Vitro* Mutagenesis,] *Science*, **229**: 193-210 (1985),
 which is incorporated herein by reference. Polymerase chain reaction
 based methods of site-directed mutagenesis may be used, as well known to
 those skilled in the art, for example as described in Example 1.

30

By "suitable for expressing" is mean that the polynucleotide is a
 polynucleotide that may be translated to form the polypeptide, for example
 RNA, or that the polynucleotide (which is preferably DNA) encoding the
 polypeptide of the invention is inserted into an expression vector, such as
 35 a plasmid, in proper orientation and correct reading frame for expression.
 The polynucleotide may be linked to the appropriate transcriptional and

translational regulatory control nucleotide sequences recognised by any desired host; such controls may be incorporated in the expression vector.

Characteristics of vectors suitable for replication in mammalian/eukaryotic cells are well known to those skilled in the art, and examples are given below. It will be appreciated that a vector may be suitable for replication in both prokaryotic and eukaryotic cells.

A variety of methods have been developed to operably link polynucleotides, especially DNA, to vectors for example *via* complementary cohesive termini. Suitable methods are described in Sambrook *et al* (1989) *Molecular Cloning, A Laboratory Manual*, Cold Spring Harbor Laboratory, Cold Spring Harbor, NY.

A desirable way to modify the DNA encoding a polypeptide of the invention is to use the polymerase chain reaction as disclosed by Saiki *et al* (1988) *Science* **239**, 487-491. This method may be used for introducing the DNA into a suitable vector, for example by engineering in suitable restriction sites, or it may be used to modify the DNA in other useful ways as is known in the art.

In this method the DNA to be enzymatically amplified is flanked by two specific primers which themselves become incorporated into the amplified DNA. The said specific primers may contain restriction endonuclease recognition sites which can be used for cloning into expression vectors using methods known in the art.

The DNA (or in the case of retroviral vectors, RNA) is then expressed in a suitable host to produce a polypeptide comprising the compound of the

invention. Thus, the DNA encoding the polypeptide constituting the compound of the invention may be used in accordance with known techniques, appropriately modified in view of the teachings contained herein, to construct an expression vector, which is then used to transform
5 an appropriate host cell for the expression and production of the polypeptide of the invention. Such techniques include those disclosed in US Patent Nos. 4,440,859 issued 3 April 1984 to Rutter *et al*, 4,530,901 issued 23 July 1985 to Weissman, 4,582,800 issued 15 April 1986 to Crowl, 4,677,063 issued 30 June 1987 to Mark *et al*, 4,678,751 issued 7
10 July 1987 to Goeddel, 4,704,362 issued 3 November 1987 to Itakura *et al*, 4,710,463 issued 1 December 1987 to Murray, 4,757,006 issued 12 July 1988 to Toole, Jr. *et al*, 4,766,075 issued 23 August 1988 to Goeddel *et al* and 4,810,648 issued 7 March 1989 to Stalker, all of which are incorporated herein by reference.

15

The DNA (or in the case of retroviral vectors, RNA) encoding the polypeptide constituting the compound of the invention may be joined to a wide variety of other DNA sequences for introduction into an appropriate host. The companion DNA will depend upon the nature of the host, the
20 manner of the introduction of the DNA into the host, and whether episomal maintenance or integration is desired.

Generally, the DNA is inserted into an expression vector, such as a plasmid, in proper orientation and correct reading frame for expression.
25 If necessary, the DNA may be linked to the appropriate transcriptional and translational regulatory control nucleotide sequences recognised by the desired host, although such controls are generally available in the expression vector. The vector is then introduced into the host through standard techniques. Generally, not all of the hosts will be transformed by

the vector. Therefore, it will be necessary to select for transformed host cells. One selection technique involves incorporating into the expression vector a DNA sequence, with any necessary control elements, that codes for a selectable trait in the transformed cell, such as antibiotic resistance.

- 5 Alternatively, the gene for such selectable trait can be on another vector, which is used to co-transform the desired host cell.

Host cells that have been transformed by the recombinant DNA of the invention are then cultured for a sufficient time and under appropriate
10 conditions known to those skilled in the art in view of the teachings disclosed herein to permit the expression of the polypeptide, which can then be recovered.

It will be appreciated that the host cell, for example a mammalian cell
15 such as 293 cells as described in Example 1 or Example 5, may be stimulated, for example using IGF-1 or hydrogen peroxide, such that the SGK polypeptide may be phosphorylated and/or activated in the host cell. The activated SGK polypeptide may then be recovered, if necessary in the presence of phosphatase inhibitors, for example microcystin, for example
20 as described in Example 1. Recovery may entail purification on glutathione-Sepharose, as described in Example 1.

293 cells are human transformed primary embryonal kidney cells that may be obtained from the American Type Culture Collection (ATCC), 12301
25 Parklawn Drive, Rockville, Maryland 20852-1776; catalogue reference ATCC CRL 1573.

Many expression systems are known, including bacteria (for example *E. coli* and *Bacillus subtilis*), yeasts (for example *Saccharomyces cerevisiae*),

filamentous fungi (for example *Aspergillus*), plant cells, animal cells and insect cells.

5 The vectors include a prokaryotic replicon, such as the ColE1 *ori*, for propagation in a prokaryote, even if the vector is to be used for expression in other, non-prokaryotic, cell types. The vectors can also include an appropriate promoter such as a prokaryotic promoter capable of directing the expression (transcription and translation) of the genes in a bacterial host cell, such as *E. coli*, transformed therewith.

10

A promoter is an expression control element formed by a DNA sequence that permits binding of RNA polymerase and transcription to occur. Promoter sequences compatible with exemplary bacterial hosts are typically provided in plasmid vectors containing convenient restriction
15 sites for insertion of a DNA segment of the present invention.

20

Typical prokaryotic vector plasmids are pUC18, pUC19, pBR322 and pBR329 available from Biorad Laboratories, (Richmond, CA, USA) and pTrc99A and pKK223-3 available from Pharmacia, Piscataway, NJ, USA.

25

A typical mammalian cell vector plasmid is pSVL available from Pharmacia, Piscataway, NJ, USA. This vector uses the SV40 late promoter to drive expression of cloned genes, the highest level of expression being found in T antigen-producing cells, such as COS-1 cells.

An example of an inducible mammalian expression vector is pMSG, also available from Pharmacia. This vector uses the glucocorticoid-inducible promoter of the mouse mammary tumour virus long terminal repeat to drive expression of the cloned gene.

Useful yeast plasmid vectors are pRS403-406 and pRS413-416 and are generally available from Stratagene Cloning Systems, La Jolla, CA 92037, USA. Plasmids pRS403, pRS404, pRS405 and pRS406 are Yeast
5 Integrating plasmids (YIps) and incorporate the yeast selectable markers *HIS3*, *TRP1*, *LEU2* and *URA3*. Plasmids pRS413-416 are Yeast Centromere plasmids (YCps).

The present invention also relates to a host cell transformed with a
10 polynucleotide vector construct of the present invention. The host cell can be either prokaryotic or eukaryotic. Bacterial cells are preferred prokaryotic host cells and typically are a strain of *E. coli* such as, for example, the *E. coli* strains DH5 available from Bethesda Research Laboratories Inc., Bethesda, MD, USA, and RR1 available from the
15 American Type Culture Collection (ATCC) of Rockville, MD, USA (No ATCC 31343). Preferred eukaryotic host cells include yeast, insect and mammalian cells, preferably vertebrate cells such as those from a mouse, rat, monkey or human fibroblastic cell line. Yeast host cells include YPH499, YPH500 and YPH501 which are generally available from
20 Stratagene Cloning Systems, La Jolla, CA 92037, USA. Preferred mammalian host cells include human embryonic kidney 293 cells (see Example 1), Chinese hamster ovary (CHO) cells available from the ATCC as CCL61, NIH Swiss mouse embryo cells NIH/3T3 available from the ATCC as CRL 1658, and monkey kidney-derived COS-1 cells available
25 from the ATCC as CRL 1650. Preferred insect cells are Sf9 cells which can be transfected with baculovirus expression vectors.

Transformation of appropriate cell hosts with a DNA construct of the present invention is accomplished by well known methods that typically

depend on the type of vector used. With regard to transformation of prokaryotic host cells, see, for example, Cohen *et al* (1972) *Proc. Natl. Acad. Sci. USA* **69**, 2110 and Sambrook *et al* (1989) *Molecular Cloning, A Laboratory Manual*, Cold Spring Harbor Laboratory, Cold Spring Harbor, NY. Transformation of yeast cells is described in Sherman *et al* (1986) *Methods In Yeast Genetics, A Laboratory Manual*, Cold Spring Harbor, NY. The method of Beggs (1978) *Nature* **275**, 104-109 is also useful. With regard to vertebrate cells, reagents useful in transfecting such cells, for example calcium phosphate and DEAE-dextran or liposome formulations, are available from Stratagene Cloning Systems, or Life Technologies Inc., Gaithersburg, MD 20877, USA.

Electroporation is also useful for transforming and/or transfecting cells and is well known in the art for transforming yeast cell, bacterial cells, insect cells and vertebrate cells.

For example, many bacterial species may be transformed by the methods described in Luchansky *et al* (1988) *Mol. Microbiol.* **2**, 637-646 incorporated herein by reference. The greatest number of transformants is consistently recovered following electroporation of the DNA-cell mixture suspended in 2.5X PEB using 6250V per cm at 25:FD.

Methods for transformation of yeast by electroporation are disclosed in Becker & Guarente (1990) *Methods Enzymol.* **194**, 182.

Successfully transformed cells, ie cells that contain a DNA construct of the present invention, can be identified by well known techniques. For example, cells resulting from the introduction of an expression construct of the present invention can be grown to produce the polypeptide of the

invention. Cells can be harvested and lysed and their DNA content examined for the presence of the DNA using a method such as that described by Southern (1975) *J. Mol. Biol.* **98**, 503 or Berent *et al* (1985) *Biotech.* **3**, 208. Alternatively, the presence of the protein in the
5 supernatant can be detected using antibodies as described below.

In addition to directly assaying for the presence of recombinant DNA, successful transformation can be confirmed by well known immunological methods when the recombinant DNA is capable of directing the expression
10 of the protein. For example, cells successfully transformed with an expression vector produce proteins displaying appropriate antigenicity. Samples of cells suspected of being transformed are harvested and assayed for the protein using suitable antibodies.

15 Thus, in addition to the transformed host cells themselves, the present invention also contemplates a culture of those cells, preferably a monoclonal (clonally homogeneous) culture, or a culture derived from a monoclonal culture, in a nutrient medium.

20 A further aspect of the invention provides a method of making the polypeptide of the invention the method comprising culturing a host cell comprising a recombinant polynucleotide or a replicable vector which encodes said polypeptide, and isolating said polypeptide from said host cell. Methods of cultivating host cells and isolating recombinant proteins
25 are well known in the art.

A still further aspect of the invention provides a method of making and activating the polypeptide of the invention the method comprising culturing a host cell, preferably a eukaryotic cell, comprising a

recombinant polynucleotide or a replicable vector which encodes said polypeptide, stimulating the cell, for example with IGF-1 and/or hydrogen peroxide and isolating said polypeptide from said host cell. Methods of cultivating host cells and isolating recombinant proteins are well known in the art. The host cell may be a mammalian cell that is stimulated by, for example, IGF-1 and/or hydrogen peroxide, for example a 293 cell.

A further aspect of the invention is a polypeptide obtainable by the above methods of the invention.

10

A still further aspect of the invention is a method of identifying a compound that modulates the activity of SGK wherein activated SGK is used.

15 A further aspect of the invention is the use of activated SGK in a screening assay for a drug-like compound or lead compound for the development of a drug-like compound. It will be appreciated that by a drug-like compound or lead compound for the development of a drug-like compound are included compounds that may be useful in medicine and compounds that may be useful in the development of a compound that may be useful in medicine. Examples of such screening assays may include the methods of the invention described below.

25 A further aspect of the invention is a method of identifying a compound that modulates the activity of SGK (as defined above), the method comprising contacting a compound with SGK and determining whether the activity of the said polypeptide is changed compared to the activity of the said SGK in the absence of said compound wherein the activity of SGK is measured by measuring the phosphorylation by SGK, in the presence of a

suitable phosphate donor, of a polypeptide comprising an amino acid sequence corresponding to the consensus sequence (Arg/Lys; preferably Arg)-X-(X/Arg)-X-X-(Ser/Thr)-Z (SEQ. ID. NO:49) wherein X indicates any amino acid, X/Arg indicates any amino acid, with a preference for arginine, and Z indicates that the amino acid residue is preferably a hydrophobic residue. The polypeptide may be Crosstide or other suitable polypeptide described in Table 1 or Table 2 or preferably a physiological substrate of SGK, which may be GSK3. It will be appreciated that SGK2 and SGK3 may be capable of autophosphorylation. In particular, SGK2 comprises a sequence corresponding to the above consensus sequence, surrounding Ser279; thus the polypeptide may be SGK2 or SGK3 or a fragment of either that comprises a potential autophosphorylation site, as discussed in Example 1, ie Ser279 of SGK2 or Ser77 or Ser 79 of SGK3.

It will be appreciated that in the methods of the invention wherein phosphorylation of a polypeptide may occur that the presence of a suitable phosphate donor may be required, as described for the above aspect of the invention. Suitable phosphate donors will be known to those skilled in the art and include ATP, for example as the magnesium salt (MgATP), as described in Example 1.

It is preferred for at least the above three aspects of the invention that the SGK is full-length human SGK or N-terminally truncated SGK (for example, 20, 30, 40, 50 or 60 amino acids of full-length human SGK, for example full-length human SGK1, may be deleted, such as in Δ N-SGK(61-431)) or a fusion (preferably a GST fusion) of full-length human SGK or N-terminally truncated SGK wherein the residue equivalent to serine 422 of full-length human SGK1 is replaced by an aspartate residue and the residues equivalent to threonine 256 and lysine 127 of the full-

length human SGK1 are unmutated, ie remain as threonine and lysine respectively.

It is preferred that the SGK is activated by phosphorylation according to a method of the invention. It will be appreciated that if the SGK is an SGK in which the residue equivalent to serine 422 of full-length human SGK1 is replaced by an aspartate residue, for example the preferred SGK described above, that this residue will not be phosphorylated, but that the SGK may be activated by phosphorylation of the residue (preferably threonine) equivalent to threonine 256 of full-length human SGK1.

It will be appreciated that the SGK may be phosphorylated and/or activated in a cell by stimulating the said cell with, for example, IGF-1 or hydrogen peroxide. The cell may be an eukaryotic, preferably mammalian, for example, 293 cell in which a recombinant SGK is expressed. The SGK may be recovered and purified as described in Example 1, for example using glutathione sepharose (for a GST-SGK fusion polypeptide), as described above and in Examples 1 and 5.

In an embodiment of the above methods, the compound may act by interacting with the polypeptide of the invention and modulating, ie inhibiting or enhancing, its activation by, for example, PDK1 and/or a preparation containing PDK2 activity or other activating protein kinase or protein kinases.

25

It will be understood that it will be desirable to identify compounds that may modulate the activity of the polypeptide *in vivo*. Thus it will be understood that reagents and conditions used in the method may be chosen such that the interactions between the said SGK and its activating protein

kinase or protein kinases are substantially the same as between human SGK and its activating protein kinase or protein kinases *in vivo*, which may be PDK1 and a polypeptide with PDK2 activity. Thus, it may be preferred that the activating protein kinase used in the assay is a
5 physiological activating protein kinase of SGK, for example PDK1 or functional equivalent thereof and/or a preparation containing PDK2 activity for which interactions between the said SGK and the functional equivalent are substantially the same as between human SGK and the said physiological activating protein kinase. It will be appreciated that the
10 compound may bind to the SGK or may bind to an activating protein kinase.

By a functional equivalent of a physiological activating protein kinase of SGK, for example PDK1, is meant a protein kinase with substantially the
15 same substrate specificity as the physiological activating protein kinase, for example PDK1 (ie capable of phosphorylating the underlined residue in the consensus sequence B-T-F-C-G-T-(P/I)-(D/E)-Y-(L/I/M)-A-P-E (SEQ. ID. NO:48), where B is a basic residue), and/or capable of phosphorylating SGK on the same residue as the said physiological
20 activating protein kinase.

It will be understood that it will be desirable to identify compounds that may modulate the activity of the polypeptide *in vivo*. Thus it will be understood that reagents and conditions used in the method may be chosen
25 such that the interactions between the said SGK and its substrate are substantially the same as between human SGK and its substrate or substrates *in vivo*. Thus, it may be preferred that the substrate used in the assay is a physiological substrate of SGK or a fragment, variant, derivative or fusion thereof or fusion of a said fragment, variant or

derivative (defined in an analagous manner to the definitions given above in relation to SGK) for which interactions between the said SGK and the said fragment, variant, derivative or fusion are substantially the same as between human SGK and the said physiological substrate. An example of
5 a substrate of SGK, for example SGK1, is GSK3.

Physiological substrates of SGK may include substrates identified, for example in overexpression studies referred to in Example 1, as physiological substrates for PKB. The finding presented here concerning
10 the activation and substrate specificity of SGK and its similarity to the activation and substrate specificity of PKB may indicate that substrates previously identified as physiological substrates for PKB may additionally or alternatively be physiological substrates for SGK, for example SGK1, SGK2 and/or SGK3.

15

PKB has been thought to mediate a number of the actions of insulin, including stimulation of glucose and amino acid uptake, glycogen and protein synthesis and cardiac muscle glycolysis (reviewed in [7, 8]) as well as regulation of the transcription of specific genes [9, 10]. Secondly,
20 the PKB β isoform is overexpressed in a significant percentage of ovarian and pancreatic cancers [11, 12] and the PKB α isoform in some breast cancers [2]. It appears that PKB or SGK may be capable of providing a survival signal that protects cells from apoptosis induced in a variety of ways (reviewed in [8, 13]). The activation of PKB or SGK by gene
25 amplification and other mechanisms may therefore contribute to the generation of malignancies that are able to flourish in the absence of extracellular survival signals.

PKB phosphorylates proteins and peptides at serine and threonine residues that lie in Arg-Xaa-Arg,-Xaa-Xaa-Ser/Thr- (SEQ. ID. NO:46) sequences [14]. In insulin signal transduction two physiological substrates of PKB appear to be the protein kinase -glycogen synthase kinase-3 (GSK3) [15, 5 16] and the cardiac isoform of phosphofructokinase-2 (PFK2) [8, 17]. Phosphorylation by PKB inhibits GSK3 activity leading to dephosphorylation and activation of glycogen synthase and protein synthesis initiation factor eIF2B [18]. We show here that SGK is as effective *in vitro* at inactivating GSK3 as PKB. However, factors 10 including the relative levels of PKB and SGK detected in appropriate tissues, suggest that PKB may be more important in the regulation of GSK3 than SGK.

Dephosphorylation and activation of glycogen synthase and protein 15 synthesis initiation factor eIF2B [18] may contribute to the insulin-induced stimulation of glycogen synthesis and protein synthesis, respectively. PKB activates cardiac PFK2, which seems to underlie the insulin-induced stimulation of glycolysis in the heart. In the protection of cells against apoptosis, BAD appears to be one of the physiological substrates of PKB 20 (and may therefore also be a physiological substrate of SGK). This protein, in its dephosphorylated form, interacts with the Bcl family member Bcl_{XL}, thereby inducing apoptosis in some cells. However, when PKB phosphorylates BAD at Ser136, it dissociates from Bcl_{XL}, interacts with 14-3-3 proteins instead, and apoptosis is prevented [19]. Thus, the 25 polypeptide BAD, which may be involved in control of apoptosis, may be a physiological substrate of SGK, for example SGK1, 2 and/or 3.

In one embodiment, the compound decreases the activity of said SGK polypeptide. For example, the compound may bind substantially

reversibly or substantially irreversibly to the active site of said polypeptide. In a further example, the compound may bind to a portion of said polypeptide that is not the active site so as to interfere with the binding of the said polypeptide to its substrate. In a still further example, 5 the compound may bind to a portion of said polypeptide so as to decrease said polypeptide's activity by an allosteric effect. This allosteric effect may be an allosteric effect that is involved in the natural regulation of the said polypeptide's activity, for example in the activation of the said polypeptide by an "upstream activator" such as PDK1 and/or PDK2 (or a 10 preparation containing PKD2 activity).

In a further embodiment, the compound increases the activity of said polypeptide. For example, the compound may bind to a portion of said polypeptide that is not the active site so as to aid the binding of the said 15 polypeptide to its substrate. In a still further example, the compound may bind to a portion of said polypeptide so as to increase said polypeptide's activity by an allosteric effect. This allosteric effect may be an allosteric effect that is involved in the natural regulation of the said polypeptide's activity for example in the activation of the said polypeptide by an 20 "upstream activator" such as PDK1 and/or PDK2 (or a preparation containing PDK2 activity).

Conveniently, the method makes use of the fact that SGK phosphorylates Crosstide as described in Example 1, but any suitable substrate, for 25 example a physiological substrate of SGK, may be used. Thus the phosphorylation of Crosstide may be measured using techniques well known to those skilled in the art.

Conveniently, the method makes use of an assay which may be substantially the same as that described in Example 1. In Example 1, phosphorylation of Crosstide by SGK is measured. It is preferred that the SGK is recombinant SGK.

5

Alternatively, a change in the activity of the substrate may be measured. This may be done in a whole cell system or using purified or partially purified components. Thus, it will be appreciated that the phosphorylation of the substrate may be measured by measuring a change in the activity of
10 the substrate. For example, the substrate may be GSK3 and the phosphorylation of GSK3 may be measured by measuring the activity of GSK3, as described in Example 1. It will be appreciated that it may be necessary to determine the effect of the compound on the activity of the substrate, for example by measuring the activity of the substrate when
15 exposed to the compound (1) after exposure of the substrate to SGK, (2) before exposure of the substrate to SGK and/or (3) without exposure to SGK.

Similarly, expression of a protein encoded by an RNA transcribed from a
20 promoter regulated (directly or indirectly) by a substrate of SGK may be measured. Expression of leptin may be affected by PKB (Barthel *et al* (1997) *Endocrinol* **183**, 3559-3562) and/or SGK. The expression of the ob gene product leptin in adipose tissues has been previously described to be regulated by insulin *in vivo* and *in vitro*. A constitutively active version
25 of PKB induced production of leptin in 3T3-L1 adipocytes, possibly *via* a non-transcriptional mechanism. Leptin expression therefore may be controlled by PKB and/or SGK.

Expression of IGF-1 binding protein may be affected by PKB (Cichy *et al* (1998) *J Biol Chem* 273, 6482-6487). Expression of phosphoenolpyruvate carboxykinase (PEPCK) may also be affected by PKB (Sutherland *et al* (1998) *J Biol Chem* 273, 3198-3204). The protein may be one that is
5 physiologically regulated by a substrate of SGK or may be a "reporter" protein, as well known to those skilled in the art (ie a recombinant construct may be used). A reporter protein may be one whose activity may easily be assayed, for example β -galactosidase, chloramphenicol acetyltransferase or luciferase (see, for example, Tan *et al* (1996)).

10

A still further aspect of the invention provides a method of identifying a compound which binds to a substrate, preferably a physiological substrate, of SGK, as discussed above, which may be, for example, GSK3 or BAD, and either enhances or prevents its activation and/or phosphorylation by
15 SGK, the method comprising determining whether a compound enhances or prevents the interaction of the said substrate with SGK or determining whether the compound substantially blocks phosphorylation and/or activation of the said substrate by SGK.

20 Suitable assays may be similar to those described above.

A further aspect of the invention is a method of identifying a compound which modulates (for example, inhibits or enhances) the activation of SGK by an interacting polypeptide, preferably a physiological interacting
25 polypeptide, as discussed above, such as PDK1 or a polypeptide with PDK2 activity (which may be present in a preparation containing PDK2 activity), the method comprising determining whether a compound enhances or disrupts the interaction between (a) SGK and (b) the interacting polypeptide, such as PDK1 or a preparation containing PDK2

activity or a functional equivalent of PDK1 or PDK2, or determining whether the compound modulates (for example, enhances, or inhibits, including substantially blocks) activation of the said SGK by the interacting polypeptide, such as PDK1 or a functional equivalent thereof
5 or a preparation containing PDK2 activity or a functional equivalent thereof.

Expression of PDK1 is described in Example 1, in which references are also given which describe the sequence of PDK1.

10

A still further aspect of the invention provides a method of identifying a polypeptide that interacts with activated SGK, the method comprising (1) contacting (a) the said SGK with (b) a composition that may contain a polypeptide that interacts with the said activated SGK, (2) detecting the
15 presence of a complex containing the said SGK and a polypeptide, and optionally (3) identifying any polypeptide bound to the said protein kinase.

In one embodiment, the composition may comprise material from cells. In particular, the cells may be selected from the following types: (1) cells
20 which do not express SGK even when stimulated, (2) cells which express SGK after exposure to a stimulus, but which have not been so exposed, (3) cells of type 2 after exposure to the stimulus and (4) cells of type 3 after exposure to a stimulus that activates SGK (for example exposure of 293 cells to hydrogen peroxide or IGF-1). Polypeptides that are found in a
25 subset only of types 1-4 are of particular interest and may be characterised further. Such a polypeptide may be an activator of SGK. Alternatively, it may be an inactivator of SGK.

It will be appreciated that the method may be performed within a cell, for example using the yeast two hybrid system as is well known in the art. In this example, cDNAs copied from mRNA from the three cell types described above would be used.

5

It will further be appreciated that a transgenic animal in which a SGK gene is altered and/or a recombinant SGK gene is present, for example a rodent, in particular a mouse, may be useful in, for example, identifying a substrate of SGK, for example a substrate of SGK1, SGK2 and/or SGK3.

10 A said transgenic animal in which each SGK gene present is altered may be particularly useful (for example, in which at least the SGK1, SGK2 and SGK3 genes are altered). It will be appreciated that a said transgenic animal in which one or more, including all, PKB genes are also altered and/or a recombinant PKB gene is present may also be useful.

15

Conveniently, the SGK used in a method of the invention is one which is produced by recombinant DNA technology ie is recombinant SGK. Similarly, it is preferred if the PDK1 or other "upstream activator" used in the method is one which is produced by recombinant DNA technology.

20 Similarly, it is preferred but not essential that the substrate, for example GSK3 or Crosstide, is produced by recombinant DNA technology or automated synthetic techniques, as well known to those skilled in the art. GSK3 may alternatively be purified from rabbit skeletal muscle (see Example 1 and references therein).

25

It will be appreciated that it may be necessary to activate the SGK prior to its use in assays. In a preferred embodiment the SGK is activated *in vitro* by treating the polypeptide with PDK1 and MgATP, as described in Examples 1 and 5. Recombinant or endogenous SGK may be activated in

a cell, for example a 293 cell, for example by stimulation of the cell with IGF-1 or hydrogen peroxide, as described in Examples 1 and 5. It is particularly preferred if the SGK is the recombinant polypeptide produced according to the methods of the invention. It is still more preferred that the SGK is SGK in which the residue equivalent to serine 422 of full-length human SGK1 is replaced by an aspartate residue and the residues equivalent to threonine 256 and lysine 127 of the full-length human SGK1 remain as threonine and lysine respectively.

It will be appreciated that by "suitable" we mean that the said components in the method are those that have interactions or activities which are substantially the same as those of SGK or a physiological substrate of SGK or Crosstide or GSK3 or other substrates, or the upstream activator such as PDK1 as the case may be but which may be more convenient to use in an assay. For example, fusions of SGK and PDK1 are particularly useful since said fusion may contain a moiety which may allow the fusion to be purified readily.

It will be appreciated that the methods described may be performed in cells. "Reporter gene" constructs may be prepared by methods known to those skilled in the art, using the teaching herein. For example, a reporter gene construct may be made with a leptin gene promoter sequence or IGF-1 binding protein gene promoter sequence or other PKB and/or SGK-dependent promoter sequence. This construct may be introduced together with an SGK construct into a cell line, in the parent cell line of which leptin is activated in response to known stimuli, and in which the endogenous SGK gene or genes (and optionally the PKB gene or genes) have been inactivated. Alternatively the reporter gene construct could be introduced into the cell line in which SGK and a substrate of SGK is

activated in response to known stimuli. The expression of the reporter gene will be dependent on the activity of SGK and thus the effect of compounds can be measured. In a further example, the reporter gene may be fatal to the cells, or alternatively may allow cells to survive under otherwise fatal conditions. Cell survival can then be measured, for example using colorimetric assays for mitochondrial activity, such as reduction of WST-1 (Boehringer). WST-1 is a formosan dye that undergoes a change in absorbance on receiving electrons *via* succinate dehydrogenase. In a further embodiment the yeast two-hybrid system is used.

The enhancement or disruption of the interaction between SGK and an interacting polypeptide as defined above, or suitable derivatives, fragments, fusions or variants can be measured *in vitro* using methods well known in the art of biochemistry and include any methods which can be used to assess protein-protein interactions.

The said interaction can also be measured within a cell, for example using the yeast two hybrid system as is well known in the art.

It will be appreciated that the invention provides screening assays for drugs which may be useful in modulating, for example either enhancing or inhibiting, the activity of SGK or its interactions with upstream activators. The compounds identified in the methods may themselves be useful as a drug or they may represent lead compounds for the design and synthesis of more efficacious compounds.

It will be appreciated that screening assays which are capable of high throughput operation will be particularly preferred. Examples may

include the cell based assays described and protein-protein binding assays. A further example is an SPA-based (Scintillation Proximity Assay) system as described in Example 2.

- 5 The compound may be a drug-like compound or lead compound for the development of a drug-like compound for each of the above methods of identifying a compound. It will be appreciated that the said methods may be useful as screening assays in the development of pharmaceutical compounds or drugs, as well known to those skilled in the art.

10

The term “drug-like compound” is well known to those skilled in the art, and may include the meaning of a compound that has characteristics that may make it suitable for use in medicine, for example as the active ingredient in a medicament. Thus, for example, a drug-like compound
15 may be a molecule that may be synthesised by the techniques of organic chemistry, less preferably by techniques of molecular biology or biochemistry, and is preferably a small molecule, which may be of less than 5000 daltons and which may be water-soluble. A drug-like compound may additionally exhibit features of selective interaction with a
20 particular protein or proteins and be bioavailable and/or able to penetrate target cellular membranes, but it will be appreciated that these features are not essential.

The term “lead compound” is similarly well known to those skilled in the
25 art, and may include the meaning that the compound, whilst not itself suitable for use as a drug (for example because it is only weakly potent against its intended target, non-selective in its action, unstable, poorly soluble, difficult to synthesise or has poor bioavailability) may provide a

starting-point for the design of other compounds that may have more desirable characteristics.

- It will be appreciated that screening assays which are capable of high throughput operation will be particularly preferred. Examples may include cell based assays and protein-protein binding assays. An SPA-based (Scintillation Proximity Assay; Amersham International) system may be used. For example, beads comprising scintillant and a substrate polypeptide, for example Crosstide or a peptide comprising the amino acid sequence of Crosstide may be prepared. The beads may be mixed with a sample comprising ^{32}P - or ^{33}P - γ -labelled ATP, SGK (as defined above) and with the test compound. Conveniently this is done in a 96-well format. The plate is then counted using a suitable scintillation counter, using known parameters for ^{32}P or ^{33}P SPA assays. Only ^{32}P or ^{33}P that is in proximity to the scintillant, i.e. only that bound to Crosstide that is bound to the beads, is detected. Variants of such an assay, for example in which the substrate polypeptide is immobilised on the scintillant beads *via* binding to an antibody or antibody fragment, may also be used.
- Other methods of detecting polypeptide/polypeptide interactions include ultrafiltration with ion spray mass spectroscopy/HPLC methods or other physical and analytical methods. Fluorescence Energy Resonance Transfer (FRET) methods, for example, well known to those skilled in the art, may be used, in which binding of two fluorescent labelled entities may be measured by measuring the interaction of the fluorescent labels when in close proximity to each other.

A further aspect of the invention is a kit of parts useful in carrying out a method, for example a screening method, of the invention. Such a kit

may comprise SGK (as defined above), PDK1 or a functional equivalent thereof or a preparation containing PDK2 activity or a functional equivalent thereof and/or a substrate of SGK, for example Crosstide or GSK3 or BAD.

5

A further aspect of the invention is a compound identifiable or identified by a method of the invention.

It is preferred that a compound of the invention does not modulate the activity or activation of PKB, for example PKB α , or of PDK1. Thus, it may be desirable to assess the effect of any compound identified by a screening method of the invention on the activity or activation of PKB, for example PKB α , or PDK1. Methods of assessing the effect of any compound on the activity or activation of PKB will be known to the person skilled in the art and may be similar to the methods described herein for assessing the effect of any compound on the activity or activation of SGK, with the substitution of PKB or suitable variant, fragment derivative or fusion or fusion of a suitable variant, fragment or derivative, as defined in an analogous manner to SGK, above, for SGK.

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A further aspect of the invention is a method of identifying a substrate of SGK wherein a compound that modulates the activity of, for example inhibits, SGK but does not modulate the activity of, for example inhibit PKB, for example PKB α is used. For example, the method may be a method in which the effect of a compound that inhibits SGK but does not inhibit PDK1 on cellular metabolism is assessed. Thus, for example, the effect of such a compound on signalling events thought to be mediated by activation of PKB α may be assessed, as discussed in Example 1. It will be appreciated that such a method may be carried out in whole cells or on

partially or semi-purified cellular components. Alternatively, a compound that modulates the activity of, for example inhibits, PKB, for example PKB α but does not modulate the activity of, for example inhibit SGK, for may be used in a method of identifying a substrate of SGK in a similar
5 manner to that described above.

A still further aspect of the invention is a compound identifiable or identified by a method of the invention for use in medicine.

10 A further aspect of the invention is the use of a compound identifiable or identified by a method of the invention in the manufacture of a medicament for treatment of a patient in need of modulation of the activity of SGK, for example SGK1, SGK2 and/or SGK3.

15 It is preferred that the patient is mammalian. It is further preferred that the patient is human.

A compound that is capable of reducing the activity of SGK may be useful in treating cancer. PKB and/or SGK may be capable of providing a
20 survival signal that protects cells from apoptosis induced in a variety of ways (reviewed in [8, 13]). Thus, such compounds may aid apoptosis. Reduction of the activity of SGK may promote apoptosis and may therefore be useful in treating cancer. Conditions in which aiding apoptosis may be of benefit may also include resolution of inflammation.

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It will be appreciated that a patient in need of modulation of the activity of SGK2 may have a disease or condition that affects the liver, kidney, pancreas and/or brain.

A compound is capable of increasing the activity of SGK may be useful in treating diabetes or obesity, or may be useful in inhibiting apoptosis. Increased activity of PKB and/or SGK may lead to increased levels of leptin, as discussed above, which may lead to weight loss; thus such compounds may lead to weight loss. For example, such compounds may suppress apoptosis, which may aid cell survival during or following cell damaging processes. It is believed that such compounds are useful in treating disease in which apoptosis is involved. Examples of such diseases include, but are not limited to, mechanical (including heat) tissue injury or ischaemic disease, for example stroke and myocardial infarction, neural injury and myocardial infarction. Thus the patient in need of modulation of the activity of SGK may be a patient with cancer or with diabetes, or a patient in need of inhibition of apoptosis, for example a patient suffering from tissue injury or ischaemic injury, including stroke.

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Thus, a further aspect of the invention provides a method of treating a patient with an ischaemic disease the method comprising administering to the patient an effective amount of a compound identifiable by the screening methods of the invention.

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A still further invention provides a use of a compound identifiable by the screening methods of the invention in the manufacture of a medicament for treating an ischaemic disease in a patient.

25 Thus, a further aspect of the invention provides a method of treating a patient with an ischaemic disease the method comprising administering to the patient an effective amount of a compound identifiable by the screening methods of the invention.

- If the patient is a patient in need of promotion of apoptosis, for example a patient with cancer, it is preferred that the compound of the invention that is used in the preparation of the medicament is capable of reducing the activity of SGK. If the patient is a patient with diabetes or a patient in need of inhibition of apoptosis, for example a patient with ischaemic disease, it is preferred that the compound of the invention that is used in the preparation of the medicament is capable of increasing the activity of SGK.
- 10 It will be appreciated that a compound of the invention may be capable of modulating the activity of SGK1, SGK2 and/or SGK3 to different extents. It will be appreciated that it may be desirable to select a compound with a particular profile of activity against the above forms of SGK for a particular use. SGK2 mRNA is present at highest levels in liver, kidney, pancreas and brain, whereas mRNA encoding SGK1 and SGK3 is similar in all tissues tested. Thus, it may be important to select a compound that is capable of increasing the activity of SGK2 for use in the preparation of a medicament for treating ischaemic liver disease.
- 20 The aforementioned compounds of the invention or a formulation thereof may be administered by any conventional method including oral and parenteral (e.g. subcutaneous or intramuscular) injection. The treatment may consist of a single dose or a plurality of doses over a period of time.
- 25 Whilst it is possible for a compound of the invention to be administered alone, it is preferable to present it as a pharmaceutical formulation, together with one or more acceptable carriers. The carrier(s) must be "acceptable" in the sense of being compatible with the compound of the

invention and not deleterious to the recipients thereof. Typically, the carriers will be water or saline which will be sterile and pyrogen free.

Thus, the invention also provides pharmaceutical compositions comprising
5 the compound identifiable by the screening methods of the invention and a pharmaceutically acceptable carrier.

Figure Legends.

Fig. 1.

10 Amino acid sequences surrounding the activating phosphorylation sites on PKB, p70 S6 kinase and PKC ξ and their similarity to the corresponding regions of SGK. Identities are shown in boldface type and the phosphorylated residues in PKB and p70 S6 kinase are underlined. The phosphorylation sites are separated by 160-165 residues in each enzyme.

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Fig. 2. Expression and purification of SGK and PKB fusion proteins in 293 cells. GST fusion proteins expressed in 293 cells were purified on glutathione-Sepharose from 200 μ g of cell lysate protein, subjected to electrophoresis on 5-20% (panel A) or 10% (panel B) SDS-polyacrylamide
20 gels and stained with Coomassie Blue. Cells were transfected with the following constructs:- Lane 1, pEBG2T expressing GST; lanes 2 and 4, PEBG-SGK expressing full length SGK; lane 3, pEBG-PKB α expressing full length PKB α ; lane 5 pEBG- Δ N-SGK(61-431) expressing the N-terminally truncated form of SGK. The marker proteins (lanes M) and
25 their molecular masses are also shown.

Fig. 3. Activity of GST-SGK fusion proteins purified from unstimulated 293 cells. Wild type SGK and the mutants indicated were expressed in 293 cells and purified on glutathione-Sepharose. Each fusion

protein (1 μ g) was incubated for 20 min at 30°C with protein phosphatase 2A (30 mU / ml) in 50 μ l of 50 mM Tris/HCl pH 7.5, 0.1 mM EGTA, 0.1 % (v/v) 2-mercaptoethanol. Where indicated (+), microcystin-LR (1 μ M) was included prior to the addition of PP2A. In the other incubations (-) microcystin-LR was only added after treatment with the phosphatase. SGK activity was then measured using "Crosstide" as substrate.

Fig. 4. Phosphorylation and activation and of SGK by PDK1 *in vitro*

(A) GST-SGK (0.3 μ g) was phosphorylated using GST-PDK1 (0.1 μ g) and [γ -³²P] ATP (500 cpm / pmol) as described under Methods. Where indicated (+), 1 μ M PtdIns(3,4,5)P₃ in lipid vesicles containing phosphatidylserine (100 μ M) and phosphatidylcholine (100 μ M) (PS/PC) were also included. The reactions were stopped by the addition of SDS to 2% and, after heating for 5 min at 95°C, the samples were subjected to electrophoresis on 10% SDS/polyacrylamide gels, stained with Coomassie blue and then autoradiographed. The positions of the molecular mass markers are also indicated (B) Same as (A), except that unlabelled ATP was used instead of [γ -³²P] ATP. After incubation for 10 min at 30°C, 10 μ l aliquots were assayed for SGK activity using Crosstide as substrate. The results are shown \pm SD for three separate experiments.

Fig.5. Effect of mutations on the phosphorylation of SGK by PDK1 *in vitro*. (A) GST fusion proteins of wild type (WT) or mutant GSK (0.3 μ g) were incubated with PP2A as described in the legend to Fig 3 and, after the addition of microcystin-LR (1 μ M) to inactivate the PP2A, the SGK proteins were incubated with [γ -³²P]ATP (500 cpm/pmol) with (+) and without (-) PDK1 (0.1 μ g), subjected to SDS-PAGE, stained with Coomassie blue and then autoradiographed. The Lys 127Ala mutation

creates a catalytically inactive mutant. (B) Same as (A), except that unlabelled ATP was used instead of [γ - 32 P] ATP (500 cpm/pmol). After incubation for 10 min at 30 °C, 10 μ l aliquots were assayed for SGK activity using Crosstide as substrate. The results are shown \pm SD for three separate experiments. (C) GST fusion proteins of wild type SGK or the S422D mutant (1 μ g) were incubated with PP2A and phosphorylated with PDK1 (0.2 μ g) and [γ - 32 P]ATP as in A, then subjected to SDS-PAGE followed by autoradiography. (D) Same as (C), except that unlabelled ATP was used instead of [γ - 32 P]ATP. After incubation for 10 min at 30°C, aliquots of the reactions were assayed for SGK activity. The results are shown \pm SD for three separate experiments.

Fig. 6. Mapping the PDK1 phosphorylation site on SGK (A) GST- Δ N-SGK[S422D] (26 μ g) was phosphorylated with PDK1 and digested with V8 protease as described under Methods. The digest was applied to a Vydac C18 column equilibrated in 0.1 % (v/v) trifluoroacetic acid (TFA). The column was developed with a linear gradient of acetonitrile in 0.1 % TFA at a flow rate of 0.8 ml / min and fractions of 0.4 ml were collected. 32 P-radioactivity is shown by the full line and the acetonitrile gradient by the diagonal line. The inset shows phosphoamino acid analysis of the major 32 P-labelled peptide. (B) An aliquot of the major phosphopeptide in panel A was analysed by solid-phase sequencing on an Applied Biosystems 470A sequencer [29] and 32 P-radioactivity released after each cycle of Edman degradation was measured.

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Fig. 7. SGK and PKB α inactivate GSK3 at similar rates.

The incubations were carried out as described for peptide phosphorylation, except that GSK3 (50mU) purified from rabbit skeletal muscle replaced the peptide. Units of GSK3 activity are defined in [30]. At various times

after incubation with MgATP alone (open triangles) and either SGK (open circles) or PKB α (closed circles) aliquots were removed and assayed for GSK3 activity as in [30].

5 Fig. 8. Activation of SGK in 293 cells.

(A) Cells were transiently transfected with DNA constructs expressing wild type GST-SGK (SGK-WT) or GST-SGK[T256A], then stimulated for 10 min with 50 ng /ml IGF-1 or 25 min with 2 mM hydrogen peroxide, followed by lysis in ice-cold lysis buffer. 5 μ l of glutathione Sepharose were added to 50 mg of cell lysate protein and after end over end rotation for 30 min at 40°C, the suspension was centrifuged for 1 min at 13,000 x g. The supernatant was discarded and the beads washed four times with 1 ml of Buffer A containing 0.5 M NaCl, then three times with Buffer B. 40 of 60mM Tris/HCl pH 7.5, 0.12 mM EGTA, 0. 12% (v/v) 2-mercaptoethanol, 3.0 μ M PKI, 1.2 μ M microcystin-LR, 12 mM magnesium chloride and 36 μ M “Crosstide” was added to the beads. After leaving on ice for 10 min, the beads were assayed for SGK activity at 30°C by the addition of 5 μ l of 1 mM [γ -³²P] ATP (500 cpm/pmol). The expression of wild-type and mutants SGKs in 293 cells were similar as judged by SDS/polyacrylamide gel electrophoresis followed by staining with Coomassie blue (data not shown). The results are presented \pm S.D. for three separate experiments. (B) The experiment was carried with wild-type GST-SGK (SGK-WT) as in (A), except that the cells were pretreated for 10 min with 100 nM wortmannin before stimulation with IGF-1 or hydrogen peroxide.

Fig. 9. Time course of activation of SGK in 293 cells.

293 cells were transiently transfected with pEBG-SGK (open circles) or pEBG-PKB α (closed circles) then stimulated with 50 ng / ml IGF-1 (A) or

2 mM hydrogen peroxide (B). At the times indicated, the cells were lysed and the GST-SGK or GST-PKB α purified on glutathione Sepharose as in Fig 8 and assayed. The open triangle shows the GST-SGK activity after incubation with PP2A (30 mU/ ml) as described in the legend to Fig 3.

- 5 The results are presented + S.D. for a single experiment in which three separate dishes of cells were used at each time point. Similar results were obtained in another independent experiment.

Fig. 10. Effect of mutations at Ser422 on the activation of SGK in 293 cells (A) 293 cells were transiently transfected with pEBG-SGK, pEBG-SGK[S422A] or pEBG-SGK[S422D] and then stimulated for 10 min with (+) or without (-) 50 ng/ml IGF-1. The cells were lysed and the GST-SGKs purified on glutathione-Sepharose as in Fig 8 and assayed. 50 μ g of cell lysate protein was used for the assay of wild type, SGK and 15 SGK[S422A] and 25 μ g for SGK[S422D]. Each protein was expressed in similar amounts as judged from SDS polyacrylamide gel electrophoresis followed by staining with Coomassie blue (data not shown). (B, C) Same as A except that the 293 cells were transiently transfected with pEBG-SGK (B) or pEBG- Δ N-SGK (C) as indicated and stimulated for 10 min with 50 20 ng/ml IGF-1. 50 μ g of cell lysate protein was used for the assays of wild type SGK and 10 μ g for the assays of the N-terminally truncated enzyme.

Fig. 11. Nucleotide and deduced amino acid sequences of human and mouse SGK2. A, SGK2 α . Residues 33-329 correspond to the kinase catalytic domain. The termination codon is marked by a solid triangle. B, SGK2 β ; The 5'-region of SGK2 β where it differs from SGK2 α . The initiating methionine which starts the sequence of SGK2 α is marked by an asterisk. After this residue, the sequences of SGK2 α and SGK2 β are identical.

Fig. 12. Nucleotide and deduced amino acid sequences of human SGK3. Residues 93-389 correspond to the kinase catalytic domain. The termination codon is marked by a solid triangle, the three asterisks denote the position of the most 5' ATG codon and the termination codon that immediately precedes it is underlined.

Fig. 13 Alignment of amino acid sequences of SGK isoforms.

The alignment of human (h) SGK1, hSGK2, murine (m) SGK2 and hSGK3 was carried out using the Clustal W program (Thompson, J.D., Higgins, D.G. and Gibson T.J. (1994) *Nuc. Acids Res.* **22**,4673-4680). Identities are shaded in black and the initiation codons of SGK2 α and SGK2 β are indicated by arrows. The two key phosphorylation sites are marked with asterisks.

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Fig. 14. Expression of the mRNA encoding SGK1, SGK2 and SGK3 in different human tissues. The Northern blots containing 2 μ g of poly(A)+RNA were hybridized with 32 P-labelled SGK1, SGK2 and SGK3 cDNA probes. The membranes were then exposed to X-ray film for 3-5 days. The probe for SGK2 is common to SGK2 α and SGK2 β . The result obtained with a specific SGK2 β probe is shown in a separate panel. The positions of standard RNA markers of defined sizes in kilobases (kb) are marked.

Fig. 15. Induction of the mRNA encoding SGK isoforms by different agonists.

(A) Rat2 fibroblasts that had been deprived of serum for 24h were incubated for 2h with 10% foetal bovine serum (serum) or 1 μ M

dexamethasone (Dex) or with no further additions (control). Total RNA extracted from each dish of cells (5 μ g) was subjected to electrophoresis and analysed for SGK isoform transcripts by Northern blotting. To demonstrate equivalent loading of the samples, the membranes were
 5 reprobed with 32 P-labelled glyceraldehyde-3-phosphate dehydrogenase (GAPDH) DNA (bottom panel). The positions of the standard RNA markers 18S and 28S ribosomal RNA are indicated. (B) Same experiment as A using H4IIE hepatoma cells.

10 **Fig 16. Expression of SGK isoforms as GST-fusion proteins in 293 cells.** GST-fusion proteins were expressed in 293 cells and purified from 200 μ g of cell lysate protein by chromatography on glutathione-Sepharose. Proteins eluted with 15 mM glutathione were subjected to electrophoresis on a 10 % SDS/polyacrylamide gel and stained with Coomassie Blue.
 15 Cells were transfected with following constructs: lane 1, pEBG-SGK1 expressing full-length SGK1; lane 2, pEBG- Δ N-SGK1 expressing an N-terminally truncated form of SGK1; lane 3, pEBG-SGK2 β expressing full length SGK2 β ; lane 4, pEBG-SGK2 α expressing full length of SGK2 α ; lane 5, pEBG-SGK3 expressing full-length SGK3; lane 6, pEBG- Δ N-SGK3 expressing an N-terminally truncated form of SGK3; lane 7, pEBG-2T expressing GST. The marker proteins (lane M) and their molecular
 20 masses are also shown.

Fig. 17. Phosphorylation and activation of wild type and mutant SGK
 25 **isoforms by PDK1.** A, B and C; Purified GST-fusion proteins (0.4 μ g) were incubated with PP2A as described under Materials and methods, and microcystin-LR (1 μ M) was then added to inactivate PP2A. The SGK isoforms (20 μ g/ml) were then phosphorylated using the indicated amounts

of purified GST-PDK1. After 30 min at 30°C, SGK activity was measured using Crosstide as substrate. The results are shown \pm S.D. for three experiments. The closed circles show the results with wild type SGKs and the open circles results with mutant SGKs in which the residue equivalent to Ser473 of PKB had been changed to Asp. **D, E and F**; Same as A, B and C, except that 100 μ M [γ - 32 P] ATP (500 c.p.m / pmol) was used instead of unlabeled ATP. The reactions were stopped after 30 min by adding SDS and 2-mercaptoethanol to final concentrations of 1 % (w/v) and 1 % (v/v), respectively, followed by heating for 5 min at 95°C, electrophoresis on 10 % SDS/polyacrylamide gels and autoradiography. The upper panels show results with wild type (wt) SGK isoforms and the lower panels results with mutant SGKs. The positions of each SGK isoform and PDK1 on the gels are marked.

Fig 18. Separation of tryptic phosphopeptides from SGK2 α and SGK3 after phosphorylation by PDK1. GST-SGK2 α (upper panel) or GST-SGK3 (lower panel) were inactivated by treatment with PP2A, phosphorylated with PDK1 (1.5 μ g/ml) and Mg[γ - 32 P]ATP (5000 cpm/pmol), denatured in SDS, alkylated with 4-vinylpyridine and subjected to SDS/polyacrylamide gel electrophoresis as described in the legend to Fig 17. The bands corresponding to SGK2 α and SGK3 were excised, eluted from the gel, precipitated with trichloroacetic acid and digested with trypsin as described previously (Cuenda *et al* (1996) *EMBO J* 15, 4156-4164). The digest was applied to a Vydac C18 column equilibrated in 0.1% trifluoroacetic acid and the 32 P-peptides (P) resolved using a linear acetonitrile gradient in 0.1% trifluoroacetic acid at a flow rate of 0.8 ml/min. Fractions of 0.4 ml were collected and analysed for

³²P-radioactivity (full line). The acetonitrile gradient is shown by the diagonal broken line.

Fig. 19. Activation of SGK isoforms in 293 cells.

- 5 Cells were transiently transfected with DNA constructs expressing (A) GST-SGK1, (B), GST-SGK2 α and (C) GST-SGK3. At 24 h after transfection, the cells were deprived of serum for 16 h, then exposed to 50 ng/ml IGF-1 (10 min), 400 ng/ml phorbol myristate acetate (PMA) (30 min), 10 % serum (30 min), 1 μ M dexamethasone (Dex, 60 min), 2 mM
- 10 H₂O₂ (25 min), 5 μ g/ml anisomycin (AN, 30 min), 0.4 M sorbitol (30 min), hypotonic stress (1 ml of water added to 3 ml of DMEM, 30 min), UV radiation (30 min after exposure to 200 J/m²) or left untreated (control). After each treatment, the cells were lysed in ice-cold lysis buffer and SGK activity in 100 μ g of cell lysate protein was measured.
- 15 The expression of each isoform was similar in each transfection as judged by SDS/PAGE followed by staining with Coomassie Blue (results not shown). The results are shown \pm S.D. for three separate experiments.

- Fig. 20. Effect of PI 3-kinase inhibitors on the activation of SGK**
- 20 **isoforms by hydrogen peroxide in 293 cells.** Cells were transiently transfected with DNA constructs expressing (A) GST-SGK1, (B) GST-SGK2 α and (C) GST-SGK3. At 24 h after transfection, the cells were deprived of serum for 16 h. The transfectants were then pretreated for 10 min with 100 nM wortmannin or for 1 h with 100 μ M LY294002 and then
- 25 stimulated for 25 min with 2 mM H₂O₂. The results are shown \pm S.D. for three separate experiments.

Example 1:

Activation of SGK by agonists that activate phosphatidylinositide 3-kinase is mediated by PDK1 and PDK2.

Summary. The PtdIns(3,4,5)P₃-dependent activation of protein kinase B (PKB) by 3-phosphoinositide-dependent protein kinases-1 and 2 (PDK1, PDK2) is a key event in mediating the effects of signals that activate PtdIns 3-kinase. Serum and glucocorticoid-induced protein kinase (SGK) is most similar to PKB (54% identity in the catalytic domain) and, although it lacks the PtdIns(3,4,5)P₃-binding pleckstrin-homology (PH) domain, it retains the residues in PKB that are phosphorylated by PDK1 (Thr308) and PDK2 (Ser473). Here we show that, like PKB, SGK is activated via a PtdIns 3-kinase-dependent pathway when 293 cells are stimulated with insulin-like growth factor-1 (IGF-1) or exposed to hydrogen peroxide. Consistent with this finding, PDK1 activates SGK *in vitro* by phosphorylating Thr256, the residue equivalent to Thr308 of PKB, but the rate of activation is unaffected by PtdIns(3,4,5)P₃. However, the PDK1-induced activation of SGK *in vitro* is greatly potentiated by the mutation of Ser422 to Asp (the residue equivalent to Ser473 of PKB). Consistent with this finding, SGK[Ser422Asp] expressed in 293 cells is fully activated by phosphorylation even in unstimulated cells, and this activation is unaffected by inhibitors of PtdIns 3-kinase. In contrast to PKB, the mutation of Ser422 does not by itself induce any activation of SGK and mutation of Thr256 to Asp abolishes activation. Our results are consistent with a model in which the activation of SGK by IGF1 or hydrogen peroxide is initiated by the PtdIns(3,4,5)P₃-dependent activation of PDK2 which phosphorylates Ser422. This is then followed by the PtdIns(3,4,5)P₃-independent phosphorylation at Thr256, catalysed by PDK1, which activates SGK. Like PKB, SGK preferentially phosphorylates serine and threonine residues that lie in Arg-Xaa-Arg-Xaa-

Xaa-(Ser/Thr)- (SEQ. ID. NO:46) motifs, and SGK and PKB inactivated glycogen synthase kinase-3 (GSK-3) at similar rates *in vitro*. These findings raise the possibility that some physiological roles ascribed to PKB based on the overexpression of constitutively active PKB mutants, may be mediated by SGK.

Materials and Methods

Materials. Human PDK1 was expressed as a glutathione-S-transferase (GST) fusion protein in 293 cells and purified on glutathione-Sepharose [9]. V8 protease (protease Glu-C) and complete protease inhibitor cocktail were purchased from Boehringer Mannheim. Residues 5-24 of the specific protein inhibitor of cAMP-dependent protein kinase (PKI) and all other peptides were synthesised at the Department of MRC Protein Phosphorylation Unit, University of Dundee, by Mr. F.B. Caudwell. Sources of other materials are given in [6].

Buffer solutions. Buffer A was 50 mM Tris/HCl pH 7.5, 1 mM EDTA, 1 mM EGTA, 1 % (w/v) Triton X-100, 1 mM sodium orthovanadate, 50 mM NaF, 5 mM sodium pyrophosphate, 0.27 M sucrose, 0.1 % (v/v) 2-mercaptoethanol. Lysis buffer was Buffer A containing 1 μ M microcystin-LR, plus complete protease inhibitor cocktail (one tablet / 50ml) . Buffer B was 50 mM Tris/HCl pH 7.5, 1 mM EGTA, 0.1 % (v/v) 2-mercaptoethanol.

Plasmids expressing SGK and site-directed mutagenesis. A full length cDNA encoding human SGK from an infant brain library was obtained from I.M.A.G.E. Consortium (clone ID 42669) and modified by PCR amplification to introduce a BamHI site at the 5' end (in frame with the GST sequence of the pEBG2T vector) and a KpnI site at the 3' end using,

oligonucleotides 5'-ACA CGG ATC CGC CAC CAT GTA TCC ATA
TGA TGT TCC AGA TTA TGC TAC GGT GAA AAC TGA GGC TGC
TAA GGG C-3' (SEQ. ID. NO:9) and 5'-ACA CGG TAC CGT CGA
CTC AGA GGA AAG AGT CCG TGG GAG G-3' (SEQ. ID. NO:10).

- 5 The PCR product was digested with BamHI and KpnI and inserted into the cloning site of pEBG-2T. A truncated form of SGK (Δ N-SGK) lacking the N-terminal 60 residues was obtained by removing the fragment between the BamHI site at the 5' of the cDNA and a BglII site located 175bp from the initiation codon, followed by religation after filling the
- 10 gap with Klenow fragment. All of the point mutations in the SGK gene were introduced by *in vitro* mutagenesis using PCR.

Expression of SGK in 293 cells.

- Cells were transfected with 10 μ g (10 cm dish) or 3 μ g (6 cm dish) of the
- 15 pEBG-SGK constructs using a modified calcium phosphate gel method [6]. At 24 h after transfection, the cells were deprived of serum for 16 h, then incubated for 10 min with or without 100 nM wortmannin or for 1 h with or without other inhibitors, followed by stimulation with 50 ng/ml IGF-1 or 2 mM hydrogen peroxide. The cells were lysed in 1ml of ice-cold lysis
- 20 buffer, centrifuged for 5 min at 13,000 g and GST-SGK was purified on glutathione-Sepharose as described for PKB [6]. The glutathione-Sepharose eluate was stored in aliquots at -80°C.

- Phosphorylation and assay of SGK.** Phosphorylation was carried out at
- 25 30°C in 50 μ l incubations containing 50 mM Tris/HCl pH 7.5, 0.1 mM EGTA, 0.1% (v/v) 2-mercaptoethanol, 2.5 μ M PKI, 1 μ M microcystin-LR, 10 mM magnesium chloride and 100 μ M ATP. Where indicated lipid vesicles containing phosphatidylcholine (100 μ M), phosphatidyl serine (100 μ M) and PtdIns(3,4,5)P₃ (1 μ M) were also included. SGK activity

was assayed exactly as described for PKB [6] using the peptide GRPRTSSFAEG (SEQ. ID. NO:30) ("Crosstide") at 30 μ M as substrate. One unit of activity (U) was that amount which catalysed the phosphorylation of 1 nmole of Crosstide in one min.

5

Mapping the site on SGK phosphorylated by PDK1. The N-terminally truncated SGK in which Ser422 had been mutated to Asp (GST- Δ N-SGK[S422D]) (26 μ g) was incubated for 20 min at 30°C with PP2A (30 mU/ml), where one unit of activity is that amount which catalyses the dephosphorylation of 1 nmole of phosphorylase *a* in one min. After addition of microcystin-LR to 1 μ M to inactivate PP2A, the SGK was phosphorylated by incubation for 30 min at 30°C with GST-PDK1 (2 μ g) and [γ ³²P]ATP (5,000 cpm/pmol). The reaction was stopped after 30 min by adding SDS and 2-mercaptoethanol to final concentrations of 1 % (w/v) and 1 % (v/v), respectively, followed by heating at 95°C for 5 min. The sample was then incubated for 1 h at 30°C with 2 % (v/v) 4-vinylpyridine to alkylate cysteine residues, electrophoresed on a 10% SDS/polyacrylamide gel, and the ³²P-labelled SGK was eluted from the gel and precipitated by the addition of trichloroacetic acid to 20 % (w/v). The precipitated protein was washed six times with 0.2 ml of water, resuspended in 0.3 ml of 50 mM NH₄HCO₃ (pH 7.8), digested for 18h with V8 protease (1 μ g) and then chromatographed on a Vydac C18 column as described under Results. Peptide fractions were analysed on a Perceptive Biosystems (Framingham, MA) Elite STR MALDI-TOF mass spectrometer in the linear and relectron mode, using 10 mg/ml α -cyanocinnamic acid as the matrix. Phosphoamino acid analysis was carried out as described in [26].

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Results

Expression of SGK in 293 cells.

Initial attempts to express SGK with a haemagglutinin tag at its N-terminus were unsuccessful because the expressed protein was insoluble.

- 5 The work reported in this example was therefore carried out using GST-fusion proteins, which were soluble when expressed in 293 cells. Full length GST-SGK (Fig 2A, lane 2) was expressed in 293 cells at a much lower level than GST-PKB α (Fig 2A, lane 3). This low level of expression appears to be due to the N-terminal 60 residues of SGK,
10 because their removal increased the level of expression 50-250 fold (Fig 2B, lanes 4 and 5). 10-50 μ g of 20% pure full length SGK and 0.5 mg of 80% pure Δ N-SGK(61-431) was usually obtained from 10, 10 cm diameter dishes of cells.

- 15 **Phosphorylation and activation of wild type SGK by PDK1 in vitro.**

- The activity of GST-SGK purified from 293 cells was decreased by 70% following incubation with protein phosphatase 2A (PP2A) (Fig 3), a serine/threonine-specific phosphatase, and inactivation was prevented by microcystin, a specific PP2A inhibitor [27]. Thus, the basal activity of
20 SGK results from its phosphorylation at one or more serine/threonine residues.

- GST-SGK could be phosphorylated by PDK1 (Fig 4A) and phosphorylation was accompanied by a 10-fold increase in the basal activity (Fig
25 4B). Almost the same level of activity was attained if GST-SGK was first inactivated by treatment with PP2A and then phosphorylated with PDK1 (data not shown). However, PDK1 phosphorylated GST-SGK much more slowly than PKB α and the maximal stoichiometry of phosphorylation that could be attained was 0.05 mol/mol, compared to 0.5 mol/mol for PKB α .

Moreover, unlike the activation of PKB α , the phosphorylation (Fig 4A) and activation (Fig 4B) of SGK was unaffected by PtdIns(3,4,5)P₃ in the presence (Fig 4) or absence (data not shown) of lipid vesicles containing phosphatidylserine and phosphatidylcholine.

5

Effect of mutation of Ser422 and Thr256 on the activity of SGK.

PKB α can be partially activated (5-fold) by mutation of Thr308 to Asp or by mutation of Ser473 to Asp, and almost fully activated (20-fold) when both mutations are combined. It was therefore of interest to study the effect of the equivalent mutations on the activity of SGK.

GST-SGK[T256D], GST-SGK[T256E] or GST-SGK[T256A] purified from transfected 293 cells were all much less active than wild-type SGK, the activities being similar to wild-type SGK that had been treated with PP2A (Fig 3). In contrast, GST-SGK(S422D) purified from 293 cells had a specific activity more than ten-fold higher than that of the wild-type enzyme (Fig 3). However, the activity of GST-SGK(S422D) did not result from the mutation of Ser422 to Asp *per se* but from increased phosphorylation, because it could be reduced to the same level as GST-SGK[T256D] or GST-SGK[T256A] by incubation with PP2A (Fig 2).

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GST-SGK[S422A] purified from 293 cells also had very low activity, similar to GST-SGK[T256A] or the wild-type enzyme after treatment with PP2A.

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Effect of mutation of Ser422 or Thr256 on the phosphorylation of SGK by PDK1 in vitro.

The mutation of Ser422 to Ala did not affect the extent of phosphorylation of SGK by PDK1 (Fig 5A), but reduced the extent of activation by 60%

(Fig 5B). In contrast, the mutation of Thr256 to Ala (or mutation of both Thr256 and Ser422 to Ala) reduced phosphorylation by 80-90% (Fig 5A) and abolished activation by PDK1 (Fig 5B).

- 5 The mutation of Ser422 to Asp stimulated the rate of phosphorylation (Fig 5C) and activation (Fig 5D) by PDK1 at least six-fold. In contrast, the GST-SGK[T256A/S422D] double mutant was not activated at all by PDK1 and phosphorylation by PDK1 was reduced by 80-90% (data not shown).
- 10 We also mutated Lys 127 in the ATP binding site to Ala to create a “kinase dead” protein. This mutant was phosphorylated at the same rate, and to the same extent, as wild type SGK (Fig 5A) and, as expected, could not be activated by PDK1 (Fig 5B).

15 Identification of Thr256 as the residue on SGK phosphorylated by PDK1 in vitro.

- The results described above suggested that the activation of SGK by PDK1 was likely to result from the phosphorylation of Thr256. In order to investigate whether this was so, we used a form of SGK that was truncated
- 20 at its N-terminus (GST-ΔN-SGK[61-431]) because this mutant was expressed at far higher levels than the wild type enzyme, and Ser422 was also mutated to Asp to facilitate phosphorylation by PDK1. Like GST-SGK[S422D] (Fig 3), GST-ΔN-SGK(61-431)[S422D] purified from 293 cells had a high activity, which could be virtually abolished by treatment
 - 25 with PP2A (data not shown).

PP2A-treated GST-ΔN-SGK[S422D] was phosphorylated by PDK1 to a stoichiometry of 0.6 mol/mol protein, and the ³²P-labelled enzyme digested with V8 protease and chromatographed on a C18 column. One

major peak and several minor peaks of ^{32}P radioactivity were observed as shown in Fig 6A. Analysis of the major peak by MALDI-TOF mass spectroscopy showed that its molecular mass (1923.15) was identical to that expected for the peptide comprising residues 247-262 of SGK (NEEHNSTTSTFCGTPE) (SEQ. ID. NO:2) containing one phosphorylated residue. Residue 247 is preceded by glutamic acid, as expected from the specificity of V8 protease. Phosphoamino acid analysis indicated that this peptide contained phosphothreonine only (inset to Fig 6A). When this phosphopeptide was subjected to solid phase sequencing, ^{32}P -radioactivity was released after the 10th cycle of Edman degradation corresponding to Thr256 (Fig 6B). These results, together with those obtained using the Ser256Ala mutant (Fig 5A) indicate that SGK is phosphorylated by PDK1 at Thr256, the equivalent residue to Thr308 of PKB α .

15

Substrate specificity of SGK. We compared the substrate specificities of SGK and PKB α towards several synthetic peptides related to “Crosstide” (Table 1). Like PKB α , SGK had an absolute requirement for an arginine residue five residues N-terminal to the site of phosphorylation since mutation, even to another basic amino acid (Lys), almost abolished activity. The presence of an Arg three residues N-terminal to the site of phosphorylation was also important, but not quite as critical as for PKB α . Like PKB α , SGK required at least one residue C-terminal to the phosphorylation site and a hydrophobic residue was strongly preferred at this position, though not as critical as for PKB α . Another significant difference between PKB α and SGK was that the latter was more tolerant of the substitution of serine by threonine at the site of phosphorylation. Although the results presented in Table 1 were carried out using PDK1-

25

activated GST- Δ N- SGK[S422D], similar results were obtained with full length SGK.

5 Glycogen synthase kinase-3 (GSK-3) is a protein thought to be a physiological substrate for PKB [28]. When PKB α and SGK were matched for activity towards Crosstide, both enzymes inactivated GSK3 at similar rates (Fig 7).

Activation of SGK in 293 cells by extracellular signals.

10 PKB is activated in 293 cells in response to agonists that activate PtdIns 3-kinase, such as insulin or IGF-1 or certain adverse stimuli (heat shock, oxidative stress). Since the activation of PKB results from the phosphorylation of Thr308 and Ser473, and these residues and the sequences surrounding them are highly conserved in SGK (Fig 1), we
15 investigated whether SGK could be activated by these and/or other signals in 293 cells.

Cells overexpressing GST-SGK were stimulated with IGF-1 or exposed to hydrogen peroxide, which induced a 2.5-4-fold activation (Figs 8A and
20 8B). Activation was strongly suppressed if the cells were first pre-incubated with the PtdIns 3-kinase inhibitor wortmannin (Fig 8B). In contrast, the immunosuppressant drug rapamycin that prevents the activation of p70 S6 kinase, had no effect on the activation of SGK (data not shown). SGK[T256A] could not be activated by either IGF-1 or
25 hydrogen peroxide.

The IGF-1 and hydrogen peroxide-induced activation was caused by increased phosphorylation because, like the basal activity, the stimulated activity was abolished by treatment with PP2A (Fig 9). In addition

activation by these stimuli was not observed when SGK[T256A] was transfected instead of wild-type SGK (Fig 8A). The activation of GSTSGK induced by IGF-1 or hydrogen peroxide was slightly slower than activation of GST-PKB α under the same conditions (Fig 9).

5

Phorbol myristate acetate (400 ng / ml, 30 min) or EGF (100 ng / ml, 30 min), which are much stronger activators of the classical mitogen-activated protein (MAP) kinase cascade in 293 cells than IGF-1, did not induce any activation of SGK (data not shown).

10

Activation of SGK mutants by IGF-1.

The activity of GST-SGK[S422D] was high in 293 cells that had not been stimulated with IGF-1 (Fig 3) and, interestingly, could not be activated further by IGF-1 (Fig 10A). Moreover, preincubation of 293 cells with
15 100 nM wortmannin (30 min) did not affect the high basal activity of SGK (data not shown). In contrast, GST-SGK[S422A] had very low activity in 293 cells that was not increased by IGF-1 (Fig 10A).

GST- Δ N-SGK was activated similarly to full-length wild-type SGK in
20 response to IGF-1 (Figs 10B and 10C), indicating that the N-terminal non-catalytic domain is not required for activation in 293 cells.

Discussion.

Although it is well established that SGK is the product of an immediate
25 early gene whose levels increase within a hour in response to several agonists and pathological conditions (see Introduction), the possibility that SGK is also regulated by reversible phosphorylation has not been investigated previously. In this example, we establish that the activity of SGK expressed in 293 cells is determined by its level of phosphorylation

(Fig 3) which increases within minutes in response to signals that activate PtdIns 3-kinase (Figs 8 and 9). We have also provided evidence that the key phosphorylation sites on SGK are Thr256 and Ser422, the residues equivalent to those on PKB α that are targeted by PDK1 and PDK2, respectively.

SGK is phosphorylated and activated by PDK1 *in vitro* (Fig 4) and the major site of phosphorylation is Thr256 (Fig 6). Activation is abolished, and phosphorylation greatly reduced, if Thr256 is mutated to Ala (Fig 5). Thus the PDK1-induced activation of SGK is mediated by the phosphorylation of Thr256. However, the effects of phosphorylation could not be mimicked by mutating Thr256 to an acidic residue, and such mutations actually reduced activity to the level of the PP2A-treated wild-type enzyme (Fig 3). This is similar to observations made with p70 S6 kinase [28], but is in contrast to PKB α where mutation of Thr308 to Asp causes partial activation of the enzyme [6]. The finding that phosphorylation of SGK by PDK1 is not totally abolished if Thr256 is mutated to Ala (Fig 4) indicates that PDK1 is capable of phosphorylating another site(s) on GST-SGK[T256A] *in vitro*, but the identity of this site and its relevance (if any) to the activation process remains to be evaluated. The Thr308Ala mutant of PKB α (but not the wild-type enzyme) is phosphorylated at Thr304 by PDK1 *in vitro* without causing any activation (results not shown).

Several lines of evidence suggest that one role for the phosphorylation of Ser422 is to accelerate phosphorylation at Thr256 by PDK1 and hence the activation of SGK. Thus, GST-SGK is phosphorylated by PDK1 *in vitro* much more slowly than PKB α , but phosphorylation and activation is greatly potentiated by the mutation of Ser422 to Asp (Fig 5). The Ser422

to Asp mutation also greatly increases the activity of SGK expressed in 293 cells (Figs 3 and 9), and this results from increased phosphorylation (presumably at Thr256) because it is abolished by treatment with PP2A (Fig 3) and because the Thr256Ala/Ser422Asp and Thr256Asp/Ser421-
 5 Asp double mutants are inactive.

If it is assumed that the Ser422Asp mutation mimics the effect of phosphorylation at this residue, and that the GST-fusion protein behaves similarly to wild-type SGK, then the following model for the activation of
 10 SGK would be consistent with the results obtained in this paper. (1) The PtdIns(3,4,5)P₃ generated in response to IGF-1 or hydrogen peroxide activates PDK2 (or a closely related enzyme), which then phosphorylates SGK at Ser422. (2) The phosphorylation of Ser422 greatly potentiates the rate at which SGK is phosphorylated and activated by PDK1 (or a closely
 15 related enzyme). This model explains why the IGF-1 induced or hydrogen-peroxide induced activation of SGK in 293 cells is suppressed by wortmannin (Fig 8B), why the activation of SGK by PDK1 *in vitro* is independent of PtdIns(3,4,5)P₃ (Fig 4) and why the activity of GST-SGK[S422D] is not suppressed by wortmannin. This model is similar to
 20 the mechanism proposed for the activation of p70 S6 kinase [15, 16] but, in order to validate it, it will be necessary to find out whether PDK2 is indeed PtdIns(3,4,5)P₃-dependent, and to study the effect of PDK2 on the activation of SGK in the presence and absence of PDK1.

25 The mechanism of activation of SGK differs from that of PKB in several respects. Firstly, the binding of PtdIns(3,4,5)P₃ to the PH domain of PKB is essential before any activation can take place [7]. Secondly, the interaction of PtdIns(3,4,5)P₃ with the PH domain of PKB causes its recruitment to the plasma membrane, which may facilitate its activation by

membrane associated PDK1 and PDK2. Thirdly, PDK1 greatly facilitates the PtdIns(3,4,5)P₃-dependent activation of PKB in lipid vesicles *in vitro*, and may therefore also be critical for the activation of PKB at the plasma membrane *in vivo*. These differences may explain why essentially no
 5 activation of PKB occurs *in vivo* until PtdIns(3,4,5)P₃ is elevated and the larger and more rapid activation of PKB by IGF-1 or hydrogen peroxide in 293 cells (Fig 9). However, like the activation of SGK, the activation of PKB may also be dependent on the interaction of PtdIns(3,4,5)P₃ with PDK2.

10

Like PKB and p70 S6 kinase, SGK phosphorylates peptides at serine or threonine residues that lie in sequences with arginine residues at positions n-3 and n-5 and a large hydrophobic residue at position n+1, where n is the site of phosphorylation. The physiological substrates of SGK are
 15 unknown. However, like PKB, SGK is activated by a PtdIns 3-kinase dependent pathway and (unlike p70 S6 kinase) activation is not prevented by the immunosuppressant drug rapamycin. Moreover, when matched for activity towards the standard peptide substrate Crosstide, SGK and PKB α catalysed the inactivation of GSK3 at similar rates (Fig 7). Since GSK3 is
 20 thought to be a physiological substrate of PKB [30], it is therefore possible that some of the physiological roles ascribed to PKB based on the overexpression of constitutively active mutants (reviewed in [2]), may actually be mediated by SGK. Since PKB and SGK may well be activated by the same protein kinases *in vivo* (PDK1 and PDK2), it may not be
 25 possible to distinguish their physiological roles by the use of dominant negative mutants. The developments of drugs that inhibit PKB but not SGK, and *vice versa*, or the generation of mouse “knockouts” may be necessary to answer these questions.

Table 1: Comparison of the activity of SGK and PKB α towards synthetic peptides related to Crosstide.

The experiments were carried out with GST- Δ N-SGK and GST-PKB α purified from 293 cells and activated by PDK1. The activities are presented relative to peptide 1 (Crosstide). The concentration of each peptide was 30 μ M. Amino acid substitutions are underlined. The serine residue in Crosstide that is phosphorylated by PKB is marked with an asterisk.

	Peptide	SGK	PKB α
	*		
1	GRPRTSSFAEG(<u>SEQ. ID. NO:30</u>)	100 %	100 %
2	RPRTSSF(<u>SEQ. ID. NO:39</u>)	154	160
3	RPRTSA <u>F</u> (<u>SEQ. ID. NO:32</u>)	<1	<1
4	PRTSSF(<u>SEQ. ID. NO:33</u>)	<1	<1
5	RPRTSS(<u>SEQ. ID. NO:31</u>)	10	<1
6	RPRTSTF(<u>SEQ. ID. NO:35</u>)	156	208
7	RPRAATF(<u>SEQ. ID. NO:36</u>)	73	55
8	<u>K</u> PRTSSF(<u>SEQ. ID. NO:37</u>)	2	6
9	RP <u>K</u> TSSF(<u>SEQ. ID. NO:38</u>)	49	26
10	RPRTSSF(<u>SEQ. ID. NO:39</u>)	154	160
11	RPRTSSL(<u>SEQ. ID. NO:40</u>)	135	69
12	RPRTSSV(<u>SEQ. ID. NO:41</u>)	131	67
13	RPRTSSA(<u>SEQ. ID. NO:42</u>)	107	26
14	RPRTSSK(<u>SEQ. ID. NO:43</u>)	146	48
15	RPRTSSE(<u>SEQ. ID. NO:44</u>)	84	21

A Scintillation Proximity Assay (SPA) system (Amersham International) is used to assess the incorporation of ^{32}P radioactivity into Crosstide. In this system, the sample (containing GST- ΔN -SGK activated by PDK1 or GST-
5 ΔN -SGK[Ser422Asp] activated by PDK1, the compound to be tested and $[\gamma\text{-}^{32}\text{P}]\text{ATP}$ or $[\gamma\text{-}^{33}\text{P}]\text{ATP}$ is mixed with beads comprising scintillant and antibodies that bind Crosstide. Conveniently this is done in a 96-well format. The plate is then counted using a suitable scintillation counter, using known parameters for ^{32}P or ^{33}P SPA assays. Only ^{32}P or ^{33}P that is
10 in proximity to the scintillant, i.e. only that bound to Crosstide that is then bound by the antibody, is detected.

Example 3: Assay for compounds which modulate SGK activity

An assay is set up with Crosstide, as described in Example 1 or Example
15 2. Compounds are tested in the assay and those that give rise to inhibition or activation of SGK are selected for further study. Compounds are further tested for effects on PKB α and those that do not affect the phosphorylation of Crosstide by PKB α are selected.

20 The compounds tested may be compounds selected on the basis of known properties, for example ability to inhibit other protein kinases, such as PKB α , or may be part of a library of compounds assembled for testing in a variety of screens, for example in a “lead generation” screening programme. The compounds may be natural or synthetic, and may be
25 generated by combinatorial chemistry, as known to those skilled in the art.

The selected compounds may be used in the design of further compounds for manufacture and test, in order to develop a structure-activity relationship (SAR).

Example 4: Assay for polypeptides that interact with SGK

5 A yeast two hybrid assay system is set up to identify polynucleotides encoding polypeptides that are capable of associating with SGK in a stable enough manner to allow transcriptional activation to occur. The polynucleotides are (in separate experiments) cDNAs copied from mRNA from cells that are capable of expressing SGK, before or after stimulation
10 capable of stimulating expression of SGK, before or after further stimulation capable of activating the expressed SGK, and from cells which do not express SGK. Interactions which are found in a subset only of these cell types are of particular interest.

15 The polypeptide encoded by the polynucleotide is determined by sequencing the insert by the Sanger method as described in Example 1 and well known to those skilled in the art to obtain a predicted amino acid sequence.

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Example 5: Characterisation of the structure and regulation of two novel isoforms of serum and glucocorticoid-induced protein kinase.

Abbreviations:- SGK, serum and glucocorticoid-regulated protein kinase; PKB, protein kinase B, PDK1, 3-phosphoinositide-dependent protein kinase-1; protein kinase C-related protein kinase-2 (PRK2); PI, phosphatidylinositol; IGF1, insulin-like growth factor-1; GSK3, glycogen synthase kinase-3; GST, glutathione S-transferase; PMA, phorbol myristate acetate; PP2A, protein phosphatase 2A; PCR, polymerase chain reaction.

We show in Example 1 and [18] and subsequently others [19] have shown that, like PKB, SGK is also activated within minutes *via* a phosphorylation mechanism when cells are stimulated with insulin, insulin-like growth factor-1 (IGF1) or serum, or exposed to oxidative stress.

Here, we identify two novel isoforms of SGK, termed SGK2 and SGK3, which are the products of distinct genes, and compare their tissue distribution, induction by serum and glucocorticoids, activation by phosphorylation and substrate specificity with SGK (hereafter termed SGK1). Despite, their high degree of sequence similarity with SGK1, the mechanisms that regulate the level and activity of SGK2 and SGK3 differ significantly from SGK1 in several respects.

Like SGK1, the mRNA encoding SGK3 is expressed in all tissues examined, but SGK2 mRNA is only present at significant levels in liver, kidney and pancreas and, at lower levels, in the brain. The levels of SGK2 mRNA in H4IIE cells and SGK3 mRNA in Rat2 fibroblasts are not increased by stimulation with serum or dexamethasone, whereas the level of SGK1 mRNA is increased greatly by one or both agonists. SGK2 and SGK3 are activated *in vitro* by PDK1, albeit more slowly than SGK1, and

their activation is accompanied by the phosphorylation of Thr193 and Thr253, respectively, the residues equivalent to the Thr in the “activation loop” of PKB that is targetted by PDK1. The PDK1-catalysed phosphorylation and activation of SGK2 and SGK3, like SGK1, is greatly

5 potentiated by mutating Ser356 and Ser419, respectively, to Asp, these residues being equivalent to the C-terminal phosphorylation site of PKB. Like SGK1, SGK2 and SGK3 are activated five-fold via a phosphorylation mechanism when cells are exposed to hydrogen peroxide but, in contrast to SGK1, activation is only suppressed partially by inhibitors of PI 3-

10 kinase. SGK2 and SGK3 are activated to a smaller extent by IGF1 (2-fold) than SGK1 (5-fold). Like PKB and SGK1, SGK2 and SGK3 preferentially phosphorylate Ser and Thr residues that lie in Arg-Xaa-Arg-Xaa-Xaa-Ser/Thr (SEQ. ID. NO:46) motifs. This raises the possibility that some physiological roles ascribed to PKB on the basis of

15 overexpression studies with constitutively active mutant enzyme, may be mediated by isoforms of SGK.

Materials and methods

Materials. Human PDK1 was expressed as a glutathione S-transferase

20 (GST) fusion protein in 293 cells and purified by affinity chromatography on glutathione-Sepharose [5]. Dexamethasone, wortmannin and LY 294002 were purchased from Sigma (Poole, U.K.). All peptides were synthesized by Dr Graham Blumberg (Department of Biochemistry, University of Bristol, U.K.). Expression plasmids of SGK1 and an N-

25 terminally truncated form of SGK1 (Δ N-SGK1[61-431]) were identical to pEBG-SGK and pEBG- Δ N-SGK[61-431] described in Example 1 and [18]. The pEBG-2T-2 vector was made by insertion with 5'-GAT CTC GGA TCC ACT AAC GGT AC-3' (SEQ. ID. NO:11) and 5'-CGT TAG TGG

ATC CGA-3' (SEQ. ID. NO:12) between BamHI and KpnI sites of pEBG-2T. This introduced a new BamHI site which was located in a different reading frame from the original pEBG-2T vector.

Buffer solutions. Buffer A comprised 50 mM Tris/HCl, pH 7.5, 1 mM EDTA, 1 mM EGTA, 1% (w/v) Triton X-100, 1 mM sodium orthovanadate, 50 mM NaF, 5 mM sodium pyrophosphate, 0.27 M sucrose, and 0.1 % (v/v) 2-mercaptoethanol. Buffer B comprised 50 mM Tris/HCl, pH 7.5, 1 mM EGTA, 0.1 % (v/v) 2-mercaptoethanol. Buffer C comprised 50 mM Tris/HCl, pH 7.5, 150 mM NaCl, 0.1 mM EGTA , 0.5 mM dithiothreitol and 1 mg/ml bovine serum albumin. Cell lysis buffer was Buffer A containing 1 μ M microcystin-LR, 0.2 mM phenylmethylsulphonyl fluoride and protease-inhibitor cocktail (one tablet / 500 ml).

Cloning of SGK isoforms. A full length clone encoding human SGK2 was obtained as follows. Analysis of expressed sequence tag (EST) AA130828 (IMAGE Consortium, St. Louis, MO, USA) showed that it encoded a novel kinase which was homologous to human SGK1. A 5' - RACE was then carried out using human kidney cDNA (Marathon-Ready cDNA, Clontech, CA, USA) as a template, since there was no stop codon upstream of first ATG. The primers used for 5'-RACE of SGK2 were 5'-GCT CTG GAC TTG GGG TCC CAG CTG GGC-3' (SEQ. ID. NO:13), 5'-GTT GAT GTT CCC ATT GGC CCT GGA GGG-3' (SEQ. ID. NO:14) and 5'-GCT GGG CAT TTG GGT TGG CTG AAG GCC-3' (SEQ. ID. NO:15). Fragments of 200-220 bp were obtained in all three cases and the PCR products were cloned into the pCR-2.1-TOPO vector (Invitrogen, USA). Eight clones out of 10 clones analysed possessed a 200 bp fragment and sequence analysis showed that these corresponded to the 5' portion of EST AA130828. We designated this protein kinase as

SGK2 α . Two other clones had longer fragments (500 and 600 bp). Sequence analysis showed that these clones corresponded to another form of SGK2 with an additional 60 amino acid residues at the N-terminus and a different 5' non-coding region. This enzyme was designated SGK2 β . A
 5 mouse clone (accession number AI 386362) was also identified by interrogating the NCBI EST database with the sequence of human SGK2 α , that was predicted to encode a full length protein of mouse SGK2 α . We also assembled the full length murine cDNA using the clones AA790370 (which encodes the first 1240 nucleotides) and AA138663 (that starts from
 10 nucleotide 1140 and terminates in the polyA tail).

A full length clone encoding human SGK3 was obtained as follows. Analysis of EST AA219166 (IMAGE Consortium) showed that it encoded the partial sequence of a novel protein kinase which had homology to
 15 SGK1 and SGK2. Since this cDNA contained a gap in the central portion, a PCR reaction was carried out using a human skeletal muscle library as a template. The Primers used for the PCR were 5'-AACATCCGTTTTTGGTTGGATTGC-3' (SEQ. ID. NO:16) and 5'-GGGTAGATGTTAGTGTAAC-3' (SEQ. ID. NO:17). Since this clone
 20 did not contain an initiating ATG codon, 5'-RACE was carried out using human kidney cDNA as a template. The primers used for 5'-RACE were 5'-ATA AAG TTC TGG ATA CCT AAC TAG G-3' (SEQ. ID. NO:18), 5'-GAA GGA ATG CTC TGA CAT CTG GAT GG-3' (SEQ. ID. NO:19) and 5'-GAT CTG ACT GGT GTT TTG GAC TGT CC-3')
 25 (SEQ. ID. NO:20). Unlike the 5' RACE of SGK2, which showed sharp bands of PCR products when analysed on an agarose gel, that of SGK3 produced a smear. We therefore ligated these heterogeneous products into a pCR-2.1-TOPO vector (Invitrogen, USA) and analyzed the 20 clones

obtained. Sequence analysis revealed that 12 clones contained the missing part of the new SGK sequence, which we called SGK3.

In order to introduce a BamHI site at the 5'-end in-frame with the GST
 5 sequence of the pEBG-2T-2 vector, and a NotI site at the 3'-end of each
 open reading frame, PCR amplification was performed using the following
 primers: SGK2 α : 5'-GGA TCC AGC TGC CTG ATC ATT GCT AC-3'
 (SEQ. ID. NO:21) and 5-GCG GCC GCC TAG CAA TCC AAG ATG
 TCA TC-3 (SEQ. ID. NO:22); SGK2 β : 5'-GGA TCC CAG GGG TTG
 10 CTT ACC TCG GG-3' (SEQ. ID. NO:23) and 5'-GCG GCC GCC TAG
 CAA TCC AAG ATG TCA TC-3' (SEQ. ID. NO:24) ; full length SGK3:
 5'-GGA TCC AAG CCC TGA AGA AGA TTC CTG CC-3' (SEQ. ID.
 NO:25) and 5'-GCG GCC GCT CAC AAA AAT AAG TCT TC-3'
 (SEQ. ID. NO:27) ; SGK3 lacking the N-terminal 52 residues (Δ N-
 15 SGK3[53-429]) : 5'-GGA TCC TGG ACA GTC CAA AAC ACC AG-
 3'(SEQ. ID. NO:28) and 5'-GCG GCC GCT CAC AAA AAT AAG
 TCT TC-3' (SEQ. ID. NO:29). The PCR products were cloned into a
 pCR-2.1-TOPO vector (Invitrogen) and sequenced. Each fragment was
 digested with BamHI and NotI and inserted into the cloning site of pEBG-
 20 2T-2. Ser356 of SGK2 α and Ser419 of SGK3 were mutated to Asp by in
 vitro mutagenesis using PCR.

Expression of SGK isoforms in 293 cells. Each 6cm and 10 cm diameter
 dish of cells were transfected with 10 μ g or 3 μ g, respectively, of the
 25 pEBG-SGK constructs using a modified calcium-phosphate method [3]. At
 24 h after transfection, the cells were deprived of serum for 16 h, then
 stimulated in one of the following ways: 50 ng/ml IGF-1 (10 min), 400
 ng/ml phorbolmyristate acetate (PMA) (30 min), 10 % foetal bovine

serum (30 min), 1 μ M dexamethasone (60 min), 2 mM H_2O_2 (25 min), 5 μ g/ml anisomycin (30 min), 0.4 M sorbitol (30 min), 30 min of hypo-osmotic stress (3 ml of DMEM diluted to 4 ml with water) and UV-C irradiation (200 J/m²). After each treatment, the cells were lysed and the activity of SGK isoforms was measured after affinity purification of the GST-fusion proteins on glutathione Sepharose, as described previously for SGK1 [18].

Dephosphorylation, phosphorylation and assay of SGK isoforms *in vitro*.

Each GST-SGK isoform (0.4 μ g) was incubated for 20 min at 30°C with protein phosphatase 2A (PP2A, 30 mU/ml) in a 10 μ l incubation containing 20 mM Tris/HCl, pH 7.5, 0.1 % (v/v) 2-mercaptoethanol, 0.1 mM EGTA and 1 mg/ml bovine serum albumin. After addition of microcystin-LR to 1 μ M to inactivate PP2A, SGK (0.4 μ g) was phosphorylated for 30 min at 30°C in a mixture (20 μ l) containing 50 mM Tris/HCl, pH 7.5, 10 mM MgCl_2 , 0.1 % (v/v) 2-mercaptoethanol, 0.1 mM EGTA, GST-PDK1 (0.03-300 ng) diluted in Buffer C and 100 μ M unlabelled ATP. SGK assays were initiated by the addition of 30 μ l of a mixture containing 50 mM Tris/HCl, pH 7.5, 10 mM MgCl_2 , 0.1 % (v/v) 2-mercaptoethanol, 0.1 mM EGTA, 100 μ M [γ -³²P] ATP (500 c.p.m / pmol), 50 μ M of the peptide substrate Crosstide (GRPRTSSFAEG) (SEQ. ID. NO:30) and 4.2 μ M of residues 5-24 of the specific protein inhibitor of adenosine 3'5' cyclic monophosphate-dependent protein kinase. After 10 min at 30°C, the reactions were terminated by spotting aliquots on to P81 phosphocellulose paper, followed by immediate immersion in 75 mM phosphoric acid. The papers were washed, dried and analysed [3]. One

unit (U) of SGK was that amount which phosphorylated 1 nmole of Crosstide in one min.

Preparation of RNA and Northern blotting. Rat2 fibroblasts or H4IIE hepatoma cells (10^6 cells) were plated on to 10 cm dishes and incubated for 24 h in Dulbecco's modified Eagles' medium (DMEM) containing 10 % foetal bovine serum (FBS). The medium was changed to DMEM without serum and the cells incubated for a further 24 h. After stimulation with 10% FBS and 1 μ M dexamethasone, total RNA was isolated from the cells using an RNeasy Mini kit (QIAGEN, West Sussex, UK). RNA (5 μ g) was electrophoresed through 1.2 % agarose gels in presence of 0.67 M formaldehyde, transferred to Hybond-N+ (Amersham Pharmacia Biotech, UK) and cross-linked under ultraviolet light (UV Stratalinker, Stratagene, La Jolla, CA, USA). 32 P-labelled probes were generated by labelling the open reading frames of each SGK isoform with [γ - 32 P] dATP using a Multiprime DNA labelling kit (Amersham Pharmacia Biotech). Hybridization was performed in Rapid-hyb buffer (Amersham Pharmacia Biotech) for 2 h at 65°C. Membranes were washed with 2 x SSC/0.1 % SDS for 30 min at room temperature and then for 15 min at 65°C, then washed with 0.2 x SSC/0.1 % SDS for 15 min at 65°C and exposed to X-ray film (Hyperfilm, Amersham) at -70°C for 3-5 days.

Results.

Cloning of novel SGK isoforms. SGK was originally identified as a glucocorticoid and osmotic stress-responsive gene (see Introduction). Searching for new SGK isoforms, the NCBI database was interrogated with the sequence of SGK. This search identified two human ESTs that showed considerable similarity to the original gene. Sequence analysis of these ESTs revealed that they represent two new isoforms of the SGK

gene family, that we term SGK2 and SGK3. The original SGK isoform is therefore termed SGK1.

As none of these ESTs were full length clones, 5' RACE and PCR reactions were carried out to obtain the missing parts of the sequence (see
5 Methods). This led to the identification of two splice variants of SGK2, termed SGK2 α and SGK2 β (Fig 11). SGK2 α encodes a protein of 368 residues with a calculated molecular mass of 41.1 kDa, SGK2 β a protein of 428 amino acids with a calculated molecular mass of 47.6 kDa. An EST encoding murine SGK2 α was also identified (Fig 13). Unlike
10 human SGK2 α , the murine cDNA contains an in-frame stop codon immediately preceding the initiating Met. This establishes that the shortest splice variant does indeed start at this position.

The nucleotide sequence of SGK3 contained two in frame ATG codons
15 (Fig 12). The sequence surrounding the second ATG conforms more closely to the consensus that frequently surrounds initiation codons. Moreover, a stop codon (TAA) is present immediately upstream of the first ATG (Fig 12). For these reasons, the site of initiation is assumed to be the second ATG. This would encode a 430 residue 49.0 kDa protein.
20 If the first ATG is used for initiation, it would generate a polypeptide 62 amino acids longer.

The amino acid sequences of the three SGK isoforms are about 80 % identical to one another in the catalytic domain, while the short C-
25 terminal non-catalytic domains are less similar (44-68 % identity). The N-terminal 85 residues that precede the catalytic domain are much less similar. In this region there is only about 25% identity between SGK1

and SGK3 and almost no identity between SGK2 and the other isoforms (Fig 13).

Tissue distribution of SGK isoform mRNAs. As reported previously by others [13], the level of SGK1 mRNA was similar in all tissues tested, with a major 2.6 kb transcript and a minor 7 kb transcript. The highest levels of both transcripts were in the pancreas. The level of SGK3 mRNA was also similar in each tissue, with a major 5 kb transcript in each case. In contrast, mRNA which hybridises with a probe that recognises SGK2 α and SGK2 β had a much more restricted tissue distribution, 2.1 kb and 4.0 kb transcripts being present in liver, kidney, pancreas and brain (Fig 14). An SGK2 β -specific probe also recognised transcripts in liver and kidney, but the levels were much lower and the signal was rather diffuse.

Effect of serum and dexamethasone on the level of SGK isoform mRNA in Rat2 fibroblasts and H4IIE hepatoma cells. SGK1 is an immediate early gene and its mRNA increases greatly within one hour of stimulation with serum and glucocorticoids in several cell lines [11]. We therefore examined the effects of these stimuli on mRNA encoding all three SGK isoforms. In Rat2 fibroblasts SGK1 mRNA was strongly induced by serum or dexamethasone after 2 h as expected, whereas the level of SGK3 mRNA was not affected by these agonists. SGK2 mRNA was not expressed in Rat2 fibroblasts (Fig 15A). In rat H4IIE hepatoma cells dexamethasone, but not serum, induced the formation of SGK1 mRNA, whereas the level of SGK2 mRNA was unaffected by either agonist. SGK3 mRNA was not expressed in H4IIE cells (Fig 15B)

Expression of SGK isoforms in 293 cells. All three isoforms were expressed as GST-fusion proteins in 293 cells. The sizes of GST-

SGK2 α (70 kDa), GST-SGK3 (75 kDa) and GST- Δ N-SGK3 (70 kDa) were consistent with their calculated molecular masses (Fig 16). However, nearly all the GST-SGK2 β was expressed as free GST (25 kDa) presumably due to proteolysis of the full length fusion protein (Fig 16, lane 3). Deletion of the N-terminal region of SGK3 improved its level of expression (Fig 16, lanes 5 and 6), although not to the same extent as SGK1 (Fig 16, lanes 1 and 2). Typically 400 μ g, 100 μ g and 150 μ g of 90 % pure GST- Δ N-SGK1[61-431], 80 % pure GST-SGK2 α and 90 % pure GST- Δ N-SGK3[53-429], respectively, were obtained from ten, 10 cm diameter dishes of cells.

Phosphorylation and activation of SGK isoforms by PDK1. The two key phosphorylation sites corresponding to residues Thr308 and Ser473 of PKB α [3] are conserved in SGK2 (Thr193 and Ser356 in SGK2 α) and SGK3 (Thr253 and Ser419), as well as SGK1 (Thr256 and Ser422). We (Example 1 and [18]) and subsequently others [19] have shown that PDK1 activates wild type SGK1 *in vitro* by phosphorylating Thr256 (see also Fig 17A and 17D). Wild type SGK2 α and SGK3 were also activated by PDK1 *in vitro*, although higher concentrations of PDK1 were required for activation (Figs 17B and 17C) and phosphorylation (Figs 17E and 17F), especially with SGK2. Maximal activation of all SGK isoforms was observed after incubation for 30 min with 1.5 μ g/ml PDK1 (Figs 17A, 17B and 17C). At this concentration of PDK1, the stoichiometries of phosphorylation were close to 1 mol / mol for SGK1 and SGK3 and 0.2 mol/mol for SGK2 (data not shown). If the PDK1 concentration was increased 10-fold, the level of phosphorylation of SGK2 and SGK3 increased considerably, but without any further activation (Figs 17D, 17E

and 17F). This suggested that PDK1 is capable of phosphorylating other sites on SGK2 and SGK3 that do not affect activity directly.

We have demonstrated that an SGK1 mutant in which Ser422 (the PDK2 site) is mutated to aspartic acid has a specific activity more than 10-fold higher than that of the wild type enzyme after expression in 293 cells (Example 1 and [18]). This high basal activity results from increased phosphorylation at Thr256, and can be abolished by treatment with PP2A (Example 1 and [18]). In the present study, we found that PP2A-treated SGK1 [Ser422Asp] was reactivated (Fig 17A) and phosphorylated (Fig 17D) at a much higher rate than PP2A-treated wild type SGK1.

The corresponding mutants of SGK2 and SGK3 in which the serines equivalent to Ser422 of SGK1 were mutated to aspartic acid (SGK2[Ser356Asp] and SGK3[Ser419Asp]) also had high activities after expression in 293 cells (data not shown). After treatment with PP2A, SGK2 α was inactivated and, as for SGK1, SGK2[Ser356Asp] was activated (Fig 17B) and phosphorylated (Fig 17E) by PDK1 much more effectively than wild type SGK2 α . In contrast SGK3[Ser419Asp] could not be inactivated by PP2A and incubation with PDK1 and MgATP did not increase activity further (Fig 17C). SGK3[Ser419Asp] did however become phosphorylated upon incubation with MgATP even in the absence of PDK1 (Fig 17F), presumably as a result of autophosphorylation. Phosphorylation did not appear to be catalysed by PDK1 present as a contaminant, because no PDK1 could be detected in the preparation by immunoblotting (data not shown).

The SGK2[Ser356Asp] mutant and wild type SGK3 were incubated for 30 min at 30°C using 1.5 μ g/ml PDK1 and MgATP which led to the

incorporation of 1.2 and 1.3 mol phosphate per mol protein, respectively. The reactions were terminated, digested with trypsin and phosphopeptides chromatographed on a C18 column as in Example 1 and [18] (Fig 18). The major phosphothreonine-containing peptides from the SGK2 and
5 SGK3 digests (peptides P2 and P5 in Figs 18A and 18B) were subdigested with N-Asp proteinase and subjected to MALDI-TOF mass spectrometry and solid phase Edman sequencing [20] to identify the sites of phosphorylation. These experiments revealed that the phosphopeptide from SGK2 corresponded to residues 189-207 phosphorylated at Thr193,
10 while the SGK3 phosphopeptide corresponded to residues 249-267 phosphorylated at Thr253. These experiments establish that PDK1 does indeed phosphorylate SGK2 and SGK3 at sites equivalent to Thr256 of SGK1.

15 The phosphoserine-containing tryptic peptides P1, P3 and P4 (Fig 18) were also analysed by MALDI-TOF mass spectrometry and Edman sequencing. These experiments revealed that peptide P1 corresponded to residues 277-287 phosphorylated at Ser279, while peptide P3 comprised residues 334-367 phosphorylated at Ser334. Peptide P4 corresponded to
20 residues 73 to 99 and was phosphorylated at either Ser75 or Ser77; the latter was the major site of phosphorylation. These findings are considered further under discussion.

The activation of SGK2 and SGK3 by PDK1 was unaffected by lipid
25 vesicles containing phosphatidylserine and phosphatidylcholine, and slightly inhibited by the further inclusion of 10 μ M PI 3,4,5-trisphosphate (data not shown). These results are similar to those obtained previously with SGK1.

Substrate specificities of SGK isoforms. We have shown that SGK1 and PKB have similar specificities towards a panel of synthetic peptides, preferentially phosphorylating serine and threonine residues that lie in Arg-Xaa-Arg -Xaa-Xaa-Ser/Thr motifs (Example 1 and [18]). In the present Example, the specificity requirements of SGK2 α and SGK3 were also found be similar (Table 2), although SGK3 appears to tolerate the presence of a lysine instead of an arginine at position n-3 (when n is the site of phosphorylation) a little better than SGK1 or SGK2 α (Table 2).

Table 2. Comparison of the activity of SGK isoforms toward synthetic peptides related to Crosstide.

The experiments were carried out with GST- Δ N-SGK1[S422D], GST-SGK2 α [S356D] and GST- Δ N-SGK3[S419D] purified from 293 cells. The activities are presented relative to peptide 1 (Crosstide). The concentration of each peptide was 30 μ M. Amino acid substitutions to peptide 2 are underlined. The result shown is the average of two experiments each agreeing to ± 10 %.

		SGK1	SGK2	SGK3
	Peptide	activity %	activity %	activity %
1	GRPRTSSFAEG	100	100	100
25	<u>(SEQ. ID. NO:30)</u>			
2	RPRTSSF	135	182	137
	<u>(SEQ. ID. NO:39)</u>			
3	RPRTS <u>A</u> AF	< 1	< 1	< 1

		<u>(SEQ. ID. NO:32)</u>			
	4	PRTSSF	<1	<1	<1
		<u>(SEQ. ID. NO:33)</u>			
	5	RPRTSS	5.1	8	18
5		<u>(SEQ. ID. NO:31)</u>			
	6	RPRTSTF	129	192	156
		<u>(SEQ. ID. NO:35)</u>			
	7	RPRAATF	44	61	56
		<u>(SEQ. ID. NO:36)</u>			
10	8	KPRTSSF	<1	<1	<1
		<u>(SEQ. ID. NO:37)</u>			
	9	RPKTSSF	11	8	48
		<u>(SEQ. ID. NO:38)</u>			
	10	RPRTSSF	135	182	137
15		<u>(SEQ. ID. NO:39)</u>			
	11	RPRTSSL	108	185	113
		<u>(SEQ. ID. NO:40)</u>			
	12	RPRTSSV	90	124	139
		<u>(SEQ. ID. NO:41)</u>			
20	13	RPRTSSA	49	82	123
		<u>(SEQ. ID. NO:42)</u>			
	14	RPRTSSK	84	128	200
		<u>(SEQ. ID. NO:43)</u>			
	15	RPRTSSE	28	34	67
25		<u>(SEQ. ID. NO:44)</u>			

Activation of SGK isoforms in 293 cells. Each SGK isoform was expressed in 293 cells and their ability to be activated acutely by a variety

of stimuli was examined. As reported previously (Example 1 and [18, 19]), stimulation with IGF1 induced a four to five-fold increase in SGK1 activity (Fig 19), which reached a maximum after 10 min (data not shown). In contrast, SGK2 α and SGK3 were only activated two-fold by IGF1 (Fig 19). Activation was maximal after 5 min and sustained for at least 20 min (data not shown). The agonist which produced the strongest activation of SGK2 α and SGK3 (5-fold) was hydrogen peroxide similar to that observed with SGK1 (Fig 19). Serum was also a weak activator of all three isoforms. However, osmotic shock (treatment with 0.4M sorbitol), which potently inhibited SGK1, had no effect on the activity of SGK2 α or SGK3 (Fig 19).

The activation of SGK2 and SGK3 induced by hydrogen peroxide was only inhibited partially when the cells were preincubated with wortmannin or LY 294002 (two inhibitors of PI 3-kinase) prior to stimulation with hydrogen peroxide. In contrast, the activation of SGK1 was abolished (Fig 20).

Discussion. In this Example we identify two novel isoforms of SGK1, termed SGK2 and SGK3, which share 80% identity with SGK1 in their catalytic domains. Nevertheless, despite this similarity, SGK2 and SGK3 differ significantly from each other, and from SGK1, in a number of respects. Firstly, the mRNAs encoding SGK1 and SGK3 are widely expressed, but that encoding SGK2 has a more restricted distribution, being highly expressed in liver, kidney and pancreas and, at lower levels, in the brain (Fig 4). Secondly, SGK2 mRNA and SGK3 mRNA are not increased by cell stimulation with serum or glucocorticoids (Fig 15),

whereas SGK1 mRNA levels increase greatly within 1h of exposure to these agonists ([11], Fig 15).

SGK2 and SGK3 are activated by PDK1 *in vitro*, albeit more slowly than
 5 SGK1 (Fig 17), and activation is accompanied by the phosphorylation of
 the same residue in the “activation loop” between kinase subdomains VII
 and VIII (Thr256 in SGK1, Thr193 in SGK2 and Thr253 in SGK3).
 Moreover, like SGK1 (Example 1 and [18]) and p70 S6 kinase [9], the
 PDK1-catalysed phosphorylation and activation of SGK2 and SGK3 in
 10 *vitro* is greatly potentiated by mutation to Asp of the C-terminal Ser
 (Ser422 in SGK1, Ser356 in SGK2 and Ser419 in SGK3), suggesting that
 phosphorylation of this residue is a prerequisite for the PDK1-catalysed
 phosphorylation of the activation loop Thr. These observations raise the
 question of the identity of the protein kinase(s) that phosphorylates SGK
 15 isoforms at the C-terminal Ser. PDK1 is converted to a form that
 phosphorylates PKB at Ser473 as well as Thr308 by interaction with a
 peptide corresponding to the C-terminal sequence of PRK2 [6]. Whether
 PDK1 can be converted to a form that phosphorylates SGK isoforms at
 both sites by interaction with a different protein, or whether this residue is
 20 phosphorylated by a distinct protein kinase *in vivo*, remains to be
 established.

In contrast to SGK1, which is phosphorylated by PDK1 at one major site
 (Thr256; Example 1 and [18]), SGK2 and SGK3 become phosphorylated
 25 at two additional serine residues when incubated with PDK1 and MgATP
 (Fig 18). SGK2 is phosphorylated at Ser279 and Ser334, as well as
 Thr193. The sequence surrounding Ser334 (Ser-Ile-Gly-Cys-Thr-Pro-
 Asp-Thr-Val-Ala) (SEQ. ID. NO:50) resembles that surrounding Thr193

- (Thr-Phe-Cys-Gly-Thr-Pro-Glu-Tyr-Leu-Ala) (SEQ. ID. NO:51) (Fig 13), suggesting that Ser334 is phosphorylated by PDK1 and raising the possibility that physiological substrates of PDK1 might include proteins that are not kinases. Serines equivalent to Ser334 are present in SGK1 and SGK3 (Fig 3), but are not phosphorylated significantly by PDK1 [18] (Fig 18). The reason for this is unclear, but may be related to the particular amino acid replacements that occur in the vicinity of this residue.
- 10 Interestingly, Ser279 lies in an Arg-Xaa-Arg-Xaa-Xaa-Ser (SEQ. ID. NO:46) sequence (Fig 13), which conforms to the optimal consensus for phosphorylation by SGK and PKB [18, 22]. This suggests that Ser279 phosphorylation is likely to be an autophosphorylation event catalysed by SGK2 itself after it has been activated by PDK1. This finding also raises
- 15 the intriguing possibility that Ser279 may be phosphorylated by another protein kinase *in vivo*, such as another SGK isoform or PKB. It will clearly be of considerable interest to examine whether Ser279 phosphorylation occurs in cells and tissues and whether it alters the catalytic and regulatory properties of SGK2. Ser279 is not conserved in
- 20 either SGK1 or SGK3 (Fig 13).

SGK3 also became phosphorylated at two serines (Ser77 and Ser79) upon incubation with PDK1 and MgATP, which are not conserved in SGK1 or SGK2 (Fig 13). Although these residues do not lie in optimal consensus

25 sequences for either SGK or PDK1, they are probably autophosphorylation events catalysed by SGK3 for two reasons. Firstly, activated SGK3 autophosphorylates in the absence of PDK1 (Fig 17F); secondly the SGK3 concentration in these incubations is very high

compared to those used with optimal peptide substrates; thirdly, basic residues (Lys74 and His 76) are present three residues N-terminal to Ser 77 and Ser79, which is one of the prerequisites for phosphorylation by SGK.

5

The response of SGK2 and SGK3 to agonists also differs in several respects from SGK1. For example, SGK2 and SGK3 are activated by IGF1 to a smaller extent (although just as rapidly) as SGK1 (Fig 19). The activation in response to hydrogen peroxide is similar for all three isoforms (five fold), but inhibitors of PI 3-kinase only suppress the activation of SGK2 and SGK3 partially, whereas the activation of SGK1 is abolished (Fig 20). In addition, SGK2 and SGK3 activities are unaffected by exposure to osmotic stress, whereas SGK1 (Fig 19) and PKB [23] activities are virtually abolished. The subcellular localisation of SGK2 and SGK3 may be compared with that of SGK1. These isoforms may translocate to the nucleus or another organelle(s) in response to different agonists in a similar manner to SGK1 [19]. The development of isoform-specific antibodies sufficiently sensitive to detect the endogenous levels of SGK2 and SGK3 may be useful in determining the subcellular location of SGK2 and SGK3.

20

A number of physiological roles have been ascribed to PKB based on results obtained by overexpression of constitutively active mutants (reviewed in [1, 2]). However, SGK isoforms have a similar specificity to PKB (Table 2) and are activated *in vivo* by the same stimuli. Moreover, SGK1 can mimic the ability of PKB to inactivate glycogen synthase kinase 3 (GSK3) *in vitro* and in cotransfection experiments (Example 1 and [18]). It is therefore possible that some physiological roles thought to be

25

performed by PKB are mediated by an SGK isoform. Conversely, activation of the epithelial sodium channel produced by coexpression with SGK1 in *Xenopus* oocytes [16] may really mediated by another SGK isoform or by PKB.

5

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